

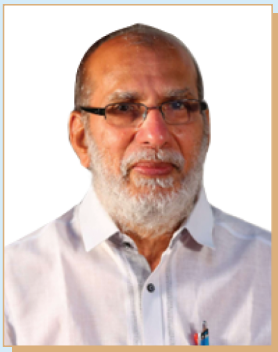
18TH
ANNUAL
REPORT
2024-25



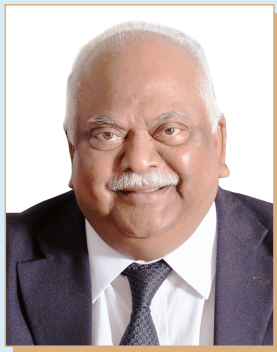
PARAS

**Pridhvi Asset Reconstruction
And Securitisation Company Limited**

Board of Directors



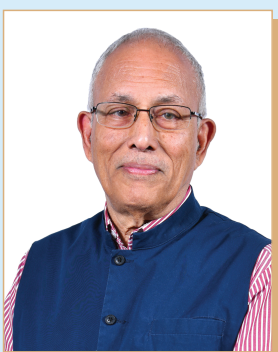
Sri. Koteswara Rao SSR
Chairperson



Sri M. Siva Rama Vara Prasad
Director



Ms. K. Sujatha Rao
Director



Sri. Richard B Saldanha
Director



Sri. N. Ramesh Kumar
Director



Sri. J. Krishna Kishore
Director



Sri. R. Mallikarjuna
Managing Director & CEO



Sri. Ch. Rama Prasad
Advisor

Senior Executives



Sri. K.V. Ramakrishna Prasad
Vice President



Sri. V.S. Ranga Rao
Vice President & CFO



Sri. P. Ramakrishna Chowdary
Vice President



Sri. M.S. Hussain
Vice President

The Philosophy....

Vision

To create value to the stakeholders through focused and pro-active approach in revival and reconstruction of impaired assets.

Mission

- To foster innovation and novelty in revival and resolution of stressed assets through application of best legal, financial and managerial skills.
- To contribute in developing a strong market for distressed assets.
- To build a strong brand, recognized for its transparency, ethical practices and efficiency in resolution of stressed assets.
- To grow constantly in its financial, human and intellectual capital to serve the growing demands of the industry.

Values

- **Efficient Management**

The Promoters, Directors and the Management team work with a deep sense of understanding and commitment in achieving Company's objectives.

- **Service**

To respond to clients' needs with passion; adding qualitative and quantitative value to the service.

- **Transparency**

To build a strong brand recognized for its transparency, ethical practices and efficiency in resolution of stressed assets.

- **Professional Excellence**

To act responsibly with high degree of honesty and integrity and to strive for personal and professional excellence.

- **Performance**

To provide effective, efficient and accountable support and be responsive to change, develop and execute plans that will deliver best results.

Journey thus far

(₹ in Lakhs)

| Parameter | 2020-21 | 2021-22 | 2022-23 | 2023-24 | 2024-25 |
|------------------------------|---------|---------|---------|---------|---------|
| Paidup Equity | 10000 | 10000 | 10000 | 10000 | 12059 |
| Tangible Networth | 12547 | 13129 | 13780 | 21432 | 26487 |
| Assets Acquired | 47639 | 122580 | 549527 | 215113 | 450484 |
| Acquisition Cost | 35000 | 44344 | 72227 | 116596 | 171824 |
| SRs issued during the year | 35000 | 44344 | 72227 | 116596 | 171824 |
| SRs redeemed during the year | 1655 | 5588 | 64558 | 92260 | 41471 |
| Total Income | 2818 | 3312 | 3592 | 8345 | 92919 |
| Profit Before Tax | 1792 | 2116 | 888 | 5574 | 6835 |
| Dividend % | 10 | - | - | - | - |
| Earnings per Share (₹) | 13.26 | 15.82 | 6.50 | 41.53 | 43.27 |

NOTICE

Notice is hereby given that the Eighteenth Annual General Meeting of the Company will be held on Monday, the 29th September, 2025 at 5.30 pm at Door No.1-55, 6th Floor, 'Raja Praasadamu', Masjid Banda Road, Kondapur, Hyderabad – 500084 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement for the year ended 31st March, 2025 together with Directors' and Auditors' Reports thereon.
2. To appoint a Director in place of Sri. M. Siva Rama Vara Prasad (DIN No. 00170919), who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

3. Reappointment of Sri. Richard B Saldanha as Director of the Company

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

"RESOLVED THAT pursuant to the provisions of Sections 149, 152 read with Schedule IV and any other applicable provisions, if any, of the Companies Act, the Rules made thereunder and subject to the approval of the Reserve Bank of India, approval of the Members of the Company be and is hereby accorded for re-appointment of Sri. Richard B Saldanha (DIN No. 00189029), an Independent Non-Executive Director, whose current period of office is expiring at the conclusion of this Annual General Meeting and who has submitted a declaration confirming the criteria of Independence under Section 149(6) of the Companies Act, 2013 and who is eligible for re-appointment for a second term under the provisions of the Companies Act, 2013 and Rules made thereunder, as an Independent Non-Executive Director of the Company, to hold office for a term of five consecutive years from this Annual General Meeting upto the conclusion of 23rd Annual General Meeting to be held in the year 2030, whose term shall not be subject to retirement by rotation."

4. Appointment of Sri. J. Krishna Kishore as Director of the Company

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

"RESOLVED THAT pursuant to the provisions of Sections 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 ("Act") and the Rules made thereunder as amended or re-enacted from time to time, read with Schedule IV to the Act, 2013, Sri. J. Krishna Kishore (DIN No. 08001625), was appointed by the Board of Directors as an Additional Director of the Company on 17th June, 2025 and holds office till the conclusion of this Annual General Meeting and who has submitted a declaration confirming the criteria of Independence under Section 149(6) of the Companies Act, 2013 and is eligible for appointment under the provisions of the Companies Act, 2013 and Rules made thereunder, approval of the Members of the Company be and is hereby accorded for appointment of Sri. J. Krishna Kishore as an Independent Non-Executive Director of the Company, to hold office for five consecutive years on the Board of the Company from 17th June, 2025 to 16th June, 2030, whose term shall not be subject to retirement by rotation."

Notes:

- 1) **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING, IS ENTITLED TO APPOINT A PROXY OR PROXIES WHO CAN ATTEND AND VOTE INSTEAD OF THE MEMBER AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
- 2) A person can act as proxy on behalf of members holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as proxy for any other person or shareholder.
- 3) The Proxy Form duly completed must be lodged at the Registered Office of the Company at least 48 hours before the time fixed for the Meeting.
- 4) Corporate Members intending to send their authorized representatives are requested to send a duly certified copy of the Board resolution authorizing their representatives to attend and vote at the Annual General Meeting.
- 5) In terms of provisions of Section 152 of the Act, Sri. M. Siva Rama Vara Prasad, Director, retires by rotation at the Meeting set out in the Notice. The Nomination and Remuneration Committee and the Board of Directors of the Company recommend his re-appointment.
- 6) In terms of provisions of Section 139, 142 and all other applicable provisions of the Act, M/s. C.V.Ramana Rao & Co., Chartered Accountants were appointed as statutory auditors in the Annual General Meeting held on 5th September, 2022 for a second term of five years i.e., up to the Annual General Meeting to be held in the year 2027.
- 7) Explanatory statement pursuant to Section 102(1) of the Companies Act, 2013 with respect to the special business set out in the Notice is annexed.
- 8) Members holding physical shares are requested to intimate immediately any change in their address and updated email address by writing to the Company with details of registered folio number for future communication.
- 9) Members holding physical shares are requested to convert their shares into dematerialized form. As per the notification of the Ministry of Corporate Affairs vide no. G.S.R. 853 (E) dated 10th September, 2018, unless the shares are in the dematerialized form the request for transfer of shares shall not be accepted and processed.
- 10) Members holding shares in dematerialized form are requested to intimate any changes pertaining to their bank details, mandates, nominations, change of address, contact details, etc. to their Depository Participant (DP).
- 11) Attendance slip, proxy form and the route map showing directions to reach the venue of the Annual General Meeting are annexed hereto.

Registered Office:

D.No.1-55, Raja Praasadamu,
4th Floor, Wing-I,
Masjid Banda Road, Kondapur,
Hyderabad – 500 084.
CIN: U67120TG2007PLC053327
Website: www.paras.org.in
Email id: co@paras.org.in

By order of the Board

Koteswara Rao SSR
Chairperson
DIN No. 00964290

Dated: 17.06.2025

Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 ("Act")

The following Statement set out all material facts relating to Item No.3 to 6 mentioned in the accompanying Notice.

Item No. 3

Pursuant to the provisions of Sections 149, 152 read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 and Rules framed thereunder, at the 13th Annual General Meeting held on 19th September, 2020, Sri. Richard B Saldanha was appointed as an Independent Director of the Company for a term of 5 (five) consecutive years upto conclusion of this Annual General Meeting, will complete his initial term and is eligible for re-appointment.

The Company has received declaration from Sri. Richard B Saldanha confirming the criteria of Independence as prescribed under Section 149(6) of the Companies Act, 2013 and being eligible for re-appointment as Independent Director for the second term provided his consent in writing to act as Director in Form DIR-2 pursuant to Rule 8 of the Companies (Appointment & Qualification of Directors) Rules, 2014, as amended from time to time.

Sri. Richard B Saldanha is not disqualified from being appointed as Director in terms of Section 164 of the Companies Act, 2013, as amended from time to time.

Based on his skills, rich experience, knowledge, contributions, continued valuable guidance to the management made by him during his tenure; outcome of performance evaluation of the Independent Directors and as per the recommendations of the Nomination and Remuneration Committee and the Board of Directors in their meetings held on 17th June, 2025, considered that his continued association would be of immense benefit to the Company and it is desirable to continue to avail his services. Accordingly, consent of the Members is sought for passing Special Resolution as set out in items 3 of the Notice for re-appointment of Sri. Richard B Saldanha as an Independent Non-Executive Directors of the Company, subject to approval of the Reserve Bank of India. Further, he is not liable to retire by rotation as provided under Section 152(6) of the Companies Act, 2013.

None of the other Directors, Key Managerial Personnel of the company or their relatives, except Sri. Richard B Saldanha being appointee, and his relatives to the extent of their shareholding interest, if any, in the company may be deemed interested in the resolution set out at Item No. 3 of the Notice with regard to his appointment.

The Board recommends the resolution set forth in Item No.3 of the Notice for approval of the members.

Item No. 4:

Pursuant to the provisions of Sections 149, 152 read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 and Rules framed thereunder, Sri. J. Krishna Kishore (DIN No. 08001625) was appointed as an Additional Director of the Company by the Board in its meeting held on 17.06.2025, with the recommendations of the Nomination and Remuneration Committee and approval of the Reserve Bank of India vide its letter DoR.HGG.GOV. No.S47218-03-019/2025-26 Dt. 21.04.2025, and who holds office up to the conclusion of this Annual General Meeting.

The Company has received declarations from Sri. J. Krishna Kishore confirming the criteria of Independence as prescribed under Section 149(6) of the Companies Act, 2013 and being eligible for appointment as an Independent Director provided his consent in writing to act as Directors in Form DIR-2 pursuant to Rule 8 of the Companies (Appointment & Qualification of Directors) Rules, 2014, as amended from time to time.

Sri. J. Krishna Kishore is not disqualified from being appointed as Director in terms of Section 164 of the Companies Act, 2013, as amended from time to time.

Sri. J. Krishna Kishore has served as Indian Revenue Officer in the Government of India in various capacities in Income Tax Department. His rich experience in financial matters and general administration would provide guidance to the company. The Board of Directors in their meeting held on 17.06.2025, considered that his association would be of immense benefit to the Company. Accordingly, consent of the Members is sought for passing Ordinary Resolution as set out in item 4 of the Notice for appointment of Sri. J. Krishna Kishore as an Independent Non-Executive Director of the Company and is not liable to retire by rotation as provided under Section 152(6) of the Companies Act, 2013.

None of the Directors, Key Managerial Personnel of the Company or their relatives, except Sri J. Krishna Kishore being appointee, and his relatives to the extent of their shareholding interest, if any, in the company may be deemed interested in the resolution set out at Item No. 4 of the Notice with regard to his appointment.

The Board recommends the resolution set forth in Item No. 4 of the Notice for approval of the Members.

Registered Office:

D.No.1-55, Raja Praasadamu,
4th Floor, Wing-I,
Masjid Banda Road, Kondapur,
Hyderabad – 500 084.
CIN: U67120TG2007PLC053327
Website: www.paras.org.in
Email id: co@paras.org.in

By order of the Board

Koteswara Rao SSR

Chairperson
DIN No. 00964290

Dated: 17.06.2025

DIRECTORS' REPORT

To the Members,

Your Directors are pleased to present the 18th Annual Report together with the audited statements of accounts of the Company for the financial year ended 31st March, 2025.

Financial Results

The performance of the Company for the year ended 31st March, 2025 is summarized below:

(₹ in Lakhs)

| Particulars | 2024-25 | 2023-24 |
|--|----------|---------|
| Revenue from operations | 92665.52 | 8262.39 |
| Other income | 253.66 | 82.71 |
| Total Income | 92919.18 | 8345.10 |
| Total Expenditure | 86083.79 | 2770.62 |
| Profit Before Tax and Exceptional items (PBT) | 6835.39 | 5574.48 |
| Less: Provision for Tax | 1780.59 | 1421.74 |
| Profit after Tax (PAT) | 5054.80 | 4152.74 |
| Surplus brought forward from previous year | 1342.29 | 1429.55 |
| Less: Dividend paid | - | - |
| Profit available for Appropriation | 6397.09 | 5582.29 |
| Appropriations: Transfer to Debenture Redemption Reserve | 270.00 | 240.00 |
| Transfer to general reserve | 4000.00 | 4000.00 |
| Balance carried to Balance Sheet | 2127.09 | 1342.29 |
| Earnings Per Share of ₹100 (in Rupees) | 43.27 | 41.53 |

Note: Revenue from operations includes gain of ₹ 82154.29 lakhs earned on redemption of Security Receipts in a trust formed by an ARC. Expenditure incurred includes additional interest of ₹ 82154.29 lakhs paid on NCDs raised for investment in the same ARC.

Your company has shown an impressive performance during FY 2024-25. The Company's gross income is ₹ 10764.89 lakhs (excluding income earned on redemption of SRs of a trust formed by an ARC) against ₹ 8345.10 lakhs in the previous year, resulting in increase of 29% on gross income. Profit Before Tax (PBT) is ₹ 6835.39 lakhs and net profit after tax for the year is ₹ 5054.80 lakhs against ₹ 5574.48 lakhs and ₹ 4152.74 lakhs respectively in the previous year. Resulting in increase of PAT by 22%. The Company's net worth as on 31st March, 2025 stood at ₹ 26487.09 lakhs against ₹ 21432.29 lakhs as on 31st March 2024, resulting in increase of 24%.

Dividend

The net owned funds of the company as at 31st March, 2025 is ₹ 262.38 crores against requirement of net owned fund of ₹ 300 crores by 31st March, 2026 as directed by the Reserve Bank of India. Hence, to augment capital resources of the company to comply with RBI directive, your directors did not propose dividend for the financial year ended 31st March, 2025.

Transfer to Reserves

Your directors recommended to transfer ₹ 270 lakhs to Debenture Redemption Reserve and ₹ 4000 lakhs to general reserve for FY 2024-25. The net surplus of ₹ 2127.09 lakhs is retained in the Statement of Profit and Loss.

Share Capital

During the year the Authorised Share Capital ₹ 200 crores of the Company (2,00,00,000 equity shares @ ₹ 100/- each) was reclassified as ₹ 175 crores equity capital (1,75,00,000 shares @ ₹ 100/- each) and ₹ 25 crores preference capital (25,00,000 shares @ ₹ 100/- each), with the approval of the Members in the Annual General Meeting held on 27th September, 2024.

During FY 2024-25, your company had allotted 20,58,824 equity shares of face value ₹ 100/- each, at premium of Rs.70 per share on preferential allotment basis to existing shareholders through private placement, resulting in increase in paid-up equity capital to ₹ 120.59 crores with securities premium of ₹ 14.41 crores.

Performance of the Company

A summary of the debts acquired and realized during FY 2024-25 is given below. A detailed analysis of the performance of the company is discussed in the management discussion and analysis.

(₹ in crores)

| Acquisitions | 2024-25 | 2023-24 |
|----------------------------|---------|---------|
| Number of seller Banks/FIs | 13 | 6 |
| Debt acquired | 4504.84 | 2151.13 |
| Cost of acquisition | 1718.24 | 1165.96 |

| Redemptions | 2024-25 | 2023-24 |
|--------------------------|---------|---------|
| Number of Trust accounts | 40 | 23 |
| Amount redeemed | 360.50 | 877.59 |

Management Discussion and Analysis

Acquisitions: In FY 2024-25 banks/FIs have offered for sale over 18 lakh accounts with principal debt outstanding of ₹ 36080 crores. Most of the accounts are secured/unsecured retail loans comprising of housing, consumer loans, clean loans, micro finance loans, etc. put for sale on portfolio basis in large baskets, spread across the country. The acquisitions in the year amounted to ₹ 1718.24 crores, against ₹ 1165.96 crores in the previous year. Bids are placed by your company exercising due caution and after satisfactory due diligence of few accounts in each pool. During FY 2024-25, your company acquired loans from SFBs / NBFCs in SR structure with cash component upto a maximum of 15% in acquisitions.

Recoveries

FY 2024-25 has been a remarkable year for your company in terms of recovery of debts. The recovery in accounts amounted to ₹ 1462 crores against ₹ 1069 crores in the previous year, resulting in increase of over 36%. In retail loan portfolios acquired by the company, recovery is at expected levels and this has facilitated deployment of funds in further acquisitions. The recoveries resulted in partial redemption of ₹ 348 crores in 32 trust accounts and full redemption of ₹ 12.50 crores in 8 trust accounts.

Profitability

During FY 2024-25 the gross revenue was ₹ 107.65 crores (Net of gain from investment in SRs of an ARC) (₹ 83.45 crores in the previous year). The profit before tax was ₹ 68.35 crores and net profit after tax ₹ 50.55 crores. Due to the consistent efforts of the management, the company could recover ₹1.52 crores from written offs / provisions made in earlier years.

Provisioning requirements

In FY 2024-25, your company made a provision for ₹ 15.78 crores (₹ 12.38 crores in earlier year) to comply with the guidelines of the Reserve Bank of India. The Management is continuing its efforts to recover amounts in written off accounts either through settlement of debts, sale of assets or other provisions under SARFAESI Act/IBC, 2016.

Future Prospects

During the recent past, several changes have taken place in asset reconstruction business, be it acquisitions, resolution and recovery, revenue recognition, corporate governance, etc. Sale of standalone corporate / MSME / retail accounts has given way to sale of assets in pools of accounts in a portfolio. Sale of debts by banks on SR basis is replaced with sale on cash basis. With limited resources at their disposal, the ARCs are finding it very difficult to acquire assets on cash basis. One positive feature is that Small Finance Banks and NBFCs are coming up with sale of retail secured/unsecured accounts in pools on SR basis. Your company was quick to adopt to the change in the ARCs business and has shown good performance both in acquisitions and resolutions.

One other major impediment faced by asset reconstruction companies is lack of support from the banking system. Banks are still hesitant to provide financial assistance against stock of SRs and as such ARCs resort to market borrowings in the form of NCDs/Bonds at high cost, cutting into thin margins in business and affecting the profitability. It is imperative that the asset reconstruction companies associate and partner with FPIs, AIFs and large fund houses, not only for resource mobilization but also to achieve higher profitability through suitable debt restructure mechanism. The traditional way of acquiring assets on SR basis and resolution through legal measures has given way to process of acquisition of debts with proper resolution and restructuring plan with a time bound exit in the back drop.

Risk Management

In the context of Asset Reconstruction Companies, risk management involves the following 4 key challenges, namely:

1. Availability of resources for acquisition of large debts.
2. Acquisition of assets at reasonable price which leaves sufficient margin taking into account delays in litigation, deterioration in value of property / plant and machinery, etc.
3. Delays in resolution of stressed assets on account of procedural problems in resolving legal issues.
4. Lack of well-developed vibrant market for distressed assets.

Your company had acquired large value assets through issue of NCDs and resolved the debts. Your company hopes to make more such deals which would help in earning better profit. The prudent and cautious approach of the company while raising resources and in placing bids at realistic values will minimize risk in acquisition of stressed assets.

Despite stringent provisions under SARFAESI Act and IB Code, much needs to be done to speed up resolution process within the timelines stipulated in the statute. The borrowers tend to litigate continuously taking advantage of minor lacunae in legal process. In DRTs and DRATs also matters are pending for long periods impacting the performance of ARCs. On account of such delays in resolution, there is considerable erosion in the value of underlying assets resulting in lower realizations. Your company is taking necessary steps to resolve legal issues by engaging senior counsel wherever required.

Unlike well-developed and vibrant markets for stressed assets in western countries, the scope for sale of distressed assets is very limited in our country. There is a need for modifying the existing mechanism through suitable changes in legal system to facilitate quick resolution of debts so that a secondary market for trading in security receipts can be developed to facilitate wider participation in acquisition of non-performing assets.

Internal financial Control and its adequacy

Your Company has aligned its current systems of internal financial control within the requirement of Companies Act 2013, on lines of accepted accounting principles. The internal control is intended to increase transparency and accountability in assuring achievement of an organization's objectives in operational effectiveness and efficiency.

Your Company's internal controls are commensurate with its size and the nature of operations. These were designed to provide reasonable assurance regarding recording and providing reliable financial and operational information, complying with applicable statutes, safeguarding assets, executing transactions with proper authorization, and ensuring compliance with corporate policies. Your Company has a well-defined delegation of powers and all processes and controls are aligned with the best practices.

Corporate Governance

Corporate governance is the system by which companies are directed and controlled to facilitate effective, entrepreneurial, and prudent management that will ensure long-term success of the Company. The Board of Directors is responsible for the governance of the Company. Your Company's philosophy on corporate governance ensures fiscal accountability, ethical corporate behaviour and fairness to all stakeholders comprising regulators, employees, customers, and investors. Your Company has a legacy of fair, transparent and ethical governance practices.

Board of Directors and Committees of the Board

The Board of your Company formulates and evaluates policies and provides strategic direction to the management in achieving corporate objectives and further ensures statutory and regulatory compliances, safeguarding the interest of the stakeholders.

The Board has constituted four committees, namely Audit Committee, Executive Committee, Nomination and Remuneration Committee and Corporate Social Responsibility Committee.

The Board met 8 times during the year on 10.05.2024, 10.06.2024, 08.07.2024, 23.08.2024, 27.09.2024, 23.12.2024, 21.03.2025 and 28.03.2025.

Attendance of Directors at Board Meetings during FY 2024-25 and at the last Annual General Meeting held on 27.09.2024:

| Name of the Director | Category | Attendance at meetings during 2024-25 | |
|--|------------------------------------|---------------------------------------|----------|
| | | Board Meetings | Last AGM |
| Dr. Pamidi Kotaiah, Chairperson ¹ | Non-Executive Independent Director | 5 | Yes |
| Sri. Vepa Kamesam ² | Non-Executive Independent Director | 5 | No |
| Ms. K. Sujatha Rao | Non-Executive Independent Director | 8 | Yes |
| Sri. Richard B Saldanha | Non-Executive Independent Director | 8 | Yes |
| Sri. Koteswara Rao SSR ³ | Non-Executive Independent Director | 8 | Yes |
| Sri. N. Ramesh Kumar ⁴ | Non-Executive Independent Director | 6 | Yes |
| Sri. M. Siva Rama Vara Prasad | Non-Executive Promoter Director | 8 | Yes |
| Sri. Ch. Rama Prasad ⁵ | Executive Managing Director & CEO | - | - |
| Sri. R. Mallikarjuna ⁶ | Executive Managing Director & CEO | 8 | Yes |

1. Dr. Pamidi Kotaiah, Chairperson and Independent Director completed his 2nd term of tenure and retired on 27.09.2024.
2. Sri. Vepa Kamesam, Independent Director completed his 2nd term of tenure and retired on 27.09.2024.
3. Sri. Koteswara Rao SSR, Independent Director was appointed as Chairperson of the company w.e.f. 28.09.2024.
4. Sri. N. Ramesh Kumar was appointed as Independent Director w.e.f. 10.06.2024.
5. Sri Ch. Rama Prasad was appointed as Managing Director and Chief Executive Officer w.e.f. 11.04.2023 and retired on 03.04.2024 as per the RBI rules. Sri. Ch. Rama Prasad was appointed as Advisor to the company w.e.f. 04.04.2024.
6. Sri R. Mallikarjuna was appointed as Managing Director & CEO w.e.f. 04.04.2024.

No Director is related to any other Director on the Board in terms of the definition of 'Relative' as provided under the Companies Act, 2013.

Audit Committee

1. Sri. Vepa Kamesam – Chairperson, Non-Executive Independent Director (upto 27.09.2024)
2. Sri Koteswara Rao SSR, Non-Executive Independent Director (upto 27.09.2024)
3. Sri. N. Ramesh Kumar, Chairperson, Non-Executive Independent Director (from 27.09.2024).
4. Ms. K. Sujatha Rao, Non-Executive Independent Director
5. Sri. M. Siva Rama Vara Prasad, Non-Executive Promoter Director

The Audit Committee, inter-alia, oversees the financial reporting process aimed at ensuring correctness, fairness, sufficiency and credibility of financial statements, recommendation for appointment of statutory

auditors and their remuneration, review of quarterly and annual financial statements before submission to the Board, review of adequacy of internal control systems and internal audit functions.

The Audit Committee met 4 times during the financial year 2024-25 on 10.06.2024, 27.09.2024, 23.12.2024 and 21.03.2025. All members were present in the meetings.

Executive Committee

1. Dr. Pamidi Kotaiah - Chairperson, Non-Executive Independent Director (upto 27.09.2024).
2. Sri. Koteswara Rao SSR, Chairperson, Non-Executive Independent Director (from 27.09.2024).
3. Sri. M. Siva Rama Vara Prasad, Non-Executive Promoter Director.
4. Sri. Richard B Saldanha, Non-Executive Independent Director.
5. Sri. N. Ramesh Kumar, Non-Executive Independent Director (from 28.09.2024).
6. Sri. Ch. Rama Prasad, Executive Managing Director & CEO (upto 03.04.2024).
7. Sri. R. Mallikarjuna, Executive Managing Director & CEO (from 04.04.2024).

The Executive Committee is empowered to take decisions relating to sanction of proposals for acquisition of financial assets, investments in security receipts, reconstruction and resolution of financial assets and matters relating to appointment of staff, fixation of their remuneration, promotions, etc. The Executive Committee also recommends policy matters to the Board.

The Committee met 12 times during the financial year 2024-25 on 29.04.2024, 29.05.2024, 25.06.2024, 29.07.2024, 23.08.2024, 23.09.2024, 28.10.2024, 25.11.2024, 23.12.2024, 27.01.2025, 27.02.2025 and 21.03.2025.

Corporate Social Responsibility Committee

1. Dr. Pamidi Kotaiah - Chairperson, Non-Executive Independent Director (upto 27.09.2024).
2. Sri. Vepa Kamesam, Non-Executive Independent Director (upto 27.09.2024).
3. Sri. Koteswara Rao SSR, Chairperson, Non-Executive Independent Director (from 28.09.2024).
4. Sri. N. Ramesh Kumar, Non-Executive Independent Director (from 28.09.2024).
5. Sri. M. Siva Rama Vara Prasad, Non-Executive Promoter Director.
6. Sri. Ch. Rama Prasad, Executive Managing Director & CEO (upto 03.04.2024).
7. Sri. R. Mallikarjuna, Executive Managing Director & CEO (from 04.04.2024).

Pursuant to Section 135 of the Companies Act, 2013, the Company has constituted a Corporate Social Responsibility (CSR) Committee with the above-mentioned Directors for carrying out CSR activities as per Schedule VII of the Companies Act. The CSR Committee formulated CSR policy for approval by the Board. The Committee oversees implementation of the CSR activities / programmes / projects undertaken by implementing agencies and monitors the CSR policy.

The Committee met once during the financial year 2024-25 on 27.09.2024 and all the members of the Committee were present.

Nomination and Remuneration Committee

1. Sri. M. Siva Rama Vara Prasad – Chairperson, Non-Executive Promoter Director.
2. Dr. Pamidi Kotaiah - Non-Executive Independent Director (upto 27.09.2024).
3. Sri Koteswara Rao SSR, Non-Executive Independent Director.
4. Sri. N. Ramesh Kumar, Non-Executive Independent Director (from 28.09.2024).

Pursuant to Section 178 of the Companies Act, 2013, the Company has constituted a Nomination and Remuneration Committee. The Committee formulated the Nomination and Remuneration policy for approval by the Board. The Committee formulates the criteria for determining qualifications, positive attributes and independence of a director from time to time. The Committee also carries out evaluation performance of Directors. Also, the evaluation of fit and proper criteria of Directors, Sponsors and MD / WTD / CEO as per the directives of the Reserve Bank of India.

The Nomination and Remuneration Committee recommends to the Board of Directors on appointment of Directors, Key Managerial Personnel and remuneration payable to them. The Nomination and Remuneration policy of the Company is available on the website.

The Committee met thrice during the financial year 2024-25 on 10.06.2024, 08.07.2024 and 23.12.2024 and all members were present in the meetings.

Internal Complaint Committee (The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013):

The Internal Complaints Committee constituted under the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 to provide a safe and conducive work environment to its women employees. The Committee met on 02.06.2025 for review of the status of complaints during the financial year 2024-25.

Your Directors' state that during the financial year 2024-25 no complaints were received under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

Independent Directors meeting

Pursuant to Section 149(8) read with Clause VII (3) of Schedule IV of the Companies Act, 2013, the Independent Directors met separately during the financial year 2024-25 on 21.03.2025. All the Independent Directors were present to assess the quality, quantity and timeliness of flow of information between the management and the Board which is necessary for the Board to effectively and reasonably perform their duties and to review the performance of the Chairperson of the Company, taking into account the views of executive and non-executive directors.

Board Evaluation

Pursuant to the provisions of the Act, the Nomination and Remuneration Committee has carried out an annual evaluation of performance of the Board, Board Committees and individual Directors during the financial year 2024-25, after seeking inputs from all the Directors on the basis of criteria such as Board composition and structure, effectiveness of Board processes, information, functioning, etc. and performance of the Committees.

Directors

- As per the provisions of Section 149 of the Companies Act, 2013, each of the Independent Directors has submitted declaration that he / she meets the criteria of independence as provided in Section 149(6) of the Act, and there has been no change in the circumstances which may affect their status as an independent director during the year.
- Ms. K. Sujatha Rao, Non-Executive Independent Director of the company will be completing her tenure at the conclusion of this 18th Annual General Meeting.

Your Directors place on record their sincere appreciation for the valuable contribution, expertise and guidance provided by Ms. K. Sujatha Rao during her tenure as Independent Director.

- As per the provisions of Section 149(2) of the Companies Act, 2013, Sri. Richard B Saldanha was appointed as Non-Executive Independent director on the Board of the company for a term of 5 (five) consecutive years at the 13th Annual General Meeting held on 19.09.2020 and will complete his first term at the conclusion of this Annual General Meeting and is eligible for re-appointment.

Based on the recommendations of the Nomination and Remuneration Committee and considering his skills, rich experience, knowledge, contributions and continued valuable guidance to the management, the Board of Directors in its meeting held on 17.06.2025 recommended to the Members for his reappointment for a second term of 5 (five) years, subject to approval of the Reserve Bank of India.

The resolution seeking approval of the Members for reappointment of Sri. Richard B Saldanha for a second term of 5 (five) years subject to approval of the Reserve Bank of India, is incorporated in the notice of the forthcoming Annual General Meeting of the company along with explanatory statement.

- Sri. J. Krishna Kishore (Retd. IRS) was appointed as Independent Director on the Board on 17.06.2025 after the approval of the Reserve Bank of India on 21.04.2025. He holds office upto the conclusion of the 18th Annual General Meeting.

Sri. J. Krishna Kishore served as Indian Revenue Officer in the Government of India in various capacities in Income Tax Department. His rich experience in financial matters and general administration would provide guidance to the company and basing on the recommendations of the Nomination and Remuneration Committee, the Board appointed Sri. Krishna Kishore as an Additional Director of your company.

The Board of Directors in its meeting held on 17.06.2024 recommended to the Members for confirmation and appointment of Sri. J. Krishna Kishore for a term of 5 (five) years. The resolution seeking approval of the Members for confirmation of appointment of Sri. J. Krishna Kishore as an Independent Director is incorporated in the notice of the forthcoming Annual General Meeting of the company along with an explanatory statement.

- In accordance with the provisions of the Articles of Association of the Company and provisions of Section 152 of the Companies Act, 2013, Sri M. Siva Rama Vara Prasad, Non-Executive Promoter Director, retires by rotation at the ensuing General Meeting and being eligible, offers himself for re-appointment.

Key Managerial Personnel

Sri.Ch.Rama Prasad retired as Managing Director & CEO on 03.04.2024 and Sri. R. Mallikarjuna was appointed as Managing Director & CEO w.e.f. 04.04.2024 upto 21.09.2027.

There is no change in other Key Managerial Personnel viz., Sri. V. S. Ranga Rao, Chief Financial Officer and Smt. V. Vani, Company Secretary.

Auditors

M/s. C. V. Ramana Rao & Co., Chartered Accountants who were appointed as Auditors of the Company to hold office for second term of five years from the conclusion of the Fifteenth Annual General Meeting of the Company held on 5th September, 2022, shall continue as Auditors till the conclusion of the 20th Annual General Meeting to be held in the year 2027.

Statutory Auditors' report and Secretarial Auditors' report

The reports of Statutory Auditors and Secretarial Auditors do not contain any qualifications, reservations or adverse remarks. Report of the secretarial auditor is given as Annexure I which forms part of this report.

Particulars of loans, guarantees or investments

The Company has not granted any loans or made any investments and not extended guarantees for any individuals or corporates under Section 186 of the Act during the year 2024-25.

Particulars of contracts or arrangements with related parties

The Company has entered into contracts / arrangements pursuant to Section 188(1) of the Act during the financial year 2024-25 with related parties, in the ordinary course of business at arm's length basis. Further, the Company had not entered into any contract or arrangement with any related party during the year which is not at arm's length basis. Form AOC-2 is given as Annexure II.

Corporate Social Responsibility

The brief outline of the Corporate Social Responsibility (CSR) Policy of the Company and the initiatives undertaken by the Company on CSR activities during the year are set out in Annexure III of this report in the format prescribed in the Companies (Corporate Social Responsibility Policy) Rules, 2014. The policy is available on the website of the Company.

Extract of Annual Return

As provided under Section 92(3) of the Act, the extract of Annual Return in the prescribed Form MGT-9, which forms part of this Report, is available on the website of the Company - <https://www.paras.org.in/financials/> .

Fixed Deposits

The Company has not accepted / invited any deposits from the public in terms of section 73 of the Companies Act, 2013.

Directors' Responsibility Statement

Pursuant to requirement under Section 134(5) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, it is hereby confirmed that:

- (i) In the preparation of annual accounts for the year ended 31st March, 2025, the applicable accounting standards have been followed along with proper explanations relating to material departures;

- (ii) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2025 and of the profit of the Company for the year ended on that date;
- (iii) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) The Directors have prepared the annual accounts of the Company for the year ended 31st March, 2025 on a going concern basis; and
- (v) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

Particulars of Employees

The statement showing details of employees as required under Section 197 of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is not required to be appended as none of the employees are drawing salary stipulated in the section under reference.

Energy Conservation, Technology Absorption, Foreign Exchange Earnings and Outgo

As the Company is engaged in asset reconstruction and securitisation activities, the particulars relating to conservation of energy, technology absorption, foreign exchange earnings and outgo as required under section 134(3)(m) of the Companies Act, 2013 are not applicable to the Company.

Acknowledgements

Your Directors would like to express their sincere gratitude to Reserve Bank of India, Banks, Financial Institutions, Government Authorities, Shareholders and other stakeholders for the continued support and faith reposed in the Company.

Your Directors also wish to place on record their deep sense of appreciation to all the members of staff for their dedication, commitment and contribution to the Company's growth.

For and on behalf of the Board of Directors

Place: Hyderabad
Date: 17.06.2025

Koteswara Rao SSR
Chairperson
DIN No. 00964290

ANNEXURE I TO DIRECTORS' REPORT

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR 01.04.2024 TO 31.03.2025

(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

Pridhvi Asset Reconstruction and Securitisation Company Limited

Hyderabad, Telangana

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by “**Pridhvi Asset Reconstruction and Securitisation Company Limited**” (hereinafter called “**the Company**”). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's 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, we hereby report that in our opinion, the Company has, during the audit period covering from **01st April, 2024 to 31st March, 2025** 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. We have examined the books, papers, minute books, forms and returns filed and other records maintained by “**Pridhvi Asset Reconstruction and Securitisation Company Limited**” for the period covering from 01st April, 2024 to 31st March, 2025 according to the provisions of:
 - i. The Companies Act, 2013 (the Act), the rules and amendments made thereunder; the Memorandum and Articles of Association therein;
 - ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
 - iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
 - iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment. No Overseas Direct Investment and External Commercial Borrowings are pursued;
 - v. The Reserve Bank of India Act, 1934;
 - vi. The Asset Reconstruction Companies (Reserve Bank) Guidelines and Directions, 2003;
 - vii. The Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002;
 - viii. The Security Interest (Enforcement) Rules, 2002;
 - ix. Secretarial Standards 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. mentioned above.

Note: The Company is not listed entity. Hence, the following regulations are

Not Applicable

- x. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
 - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
 - h) The Securities and Exchange Board of India (Buy-back of Securities) Regulations, 1998.
2. We further report that the Company has, in our opinion, complied with the Provisions of the Companies Act, 2013 and the Memorandum and Articles of Association of the Company, with regard to:
 - i. Maintenance of various statutory registers and documents and making necessary entries therein.
 - ii. Forms, Returns, Documents and Resolutions required to be filed with the Registrar of Companies.
 - iii. Service of documents by the Company to its Members, Auditors and the Registrar of Companies.
 - iv. Notice of the Board meetings and Committee meetings of Directors.
 - v. The 17th Annual General Meeting was held on 27th September, 2024.
 - vi. The meetings of Members, Directors and Committees of Directors include passing of resolutions by circulation.
 - vii. Minutes of proceedings of the Board, its Committee and General Meetings.
 - viii. Approvals of the Board of Directors, the Committees, Members and the Government Authorities, wherever required.
 - ix. Constitution of the Board of Directors / Committee(s) of Directors.
 - x. Payment of Remuneration to Directors including the Managing Director.
 - xi. Appointment and Resignation of Key Managerial personnel (KMP) & Directors.
 - xii. Appointment and Remuneration of Auditors.
 - xiii. During the period under review the Company has issued and allotted 20,58,824 Equity Shares on a Preferential Offer Basis.
 - xiv. During the period under review, the Company has issued and allotted Secured Unlisted Redeemable Non-Convertible Debentures.
 - xv. During the period under review, Shri. Koteswara Rao SSR was appointed as Chairperson of the Board of Directors in place of Dr Pamidi Kotaiah.
 - xvi. During the period under review, Shri. Ramesh Kumar Nimmagadda was appointed as Additional Director on the Board under independent Director Category on 10.06.2024, Further he has been regularized as Director in Annual General Meeting held on 27.09.2024.
 - xvii. During the period under review, the Company filed Form CHG-9 for Creation of Charges and Form CHG-4 for Satisfaction of Charges.
 - xviii. 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 VI to the Act.

- xix. The Director's report is in accordance to the provisions.
- xx. Contracts, Common seal, Registered Office and Publication of Name of the Company are as per the provisions.
- xxi. The provisions of appointment of Women director.
- xxii. The provisions of Corporate Social responsibility (CSR).
- xxiii. All other applicable provisions of the Act and the Rules made there under.

3. We further report that:

- i. All the Directors have complied with the requirements as to disclosure of interests and concerns in contracts and arrangements, shareholdings/ debenture holdings and directorships in other Companies and interests in other entities;
 - ii. The Directors have complied with the disclosure requirements in respect of their eligibility of appointment, their being independent and compliance with the Code of Business Conduct & Ethics for Directors and Managerial Personnel.
 - iii. The Company has obtained all necessary approvals under the various provisions of the Act; and
 - iv. There was no prosecution initiated and no fines or penalties were imposed during the period under review under the Companies Act, 2013, The Securities Contracts (Regulation) Act, 1956, The Reserve Bank of India Act, 1934, The Depositories Act, 1996 and Rules, Regulations and Guidelines framed under these Acts against/ on the Company, its Directors and Officers.
4. The Company has complied with the provisions of the Securities Contracts (Regulation) Act, 1956 and with the Provisions of the Asset Reconstruction Companies (Reserve Bank) Guidelines and Directions, 2003 and the Rules made under that Act, with regard to;
- a) Filing of quarterly returns to RBI.
 - b) Issuing of Security Receipts, and
 - c) The Company has not accepted any deposits from Public.
5. We further report that the Company has complied with the provisions of the Depositories Act, 1996 and the Bye-laws framed there under by the Depositories with regard to dematerialization of securities and reconciliation of records of dematerialized securities with all securities issued by the Company.
6. There is no Foreign Exchange outflow and inflow during the period under review. Hence, the Company need not comply with the provisions of the Foreign Exchange Management Act, 1999 and the Rules and Regulations made under the Act to the extent applicable to ODI, FDI and ECB.
7. We further report that based on the information received and records maintained, 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.

Signature:

Name of Company Secretary
PAVAN KRISHNA RAO PACHAVA

FCS: 12886; C.P No: 20914

Partner
ARUN & PAVAN ASSOCIATES

Company Secretaries
Peer Review Certificate No.2242/2022

Place: Hyderabad

Date : 09.06.2025

UDIN: F012886G000564855

This report is to be read with our letter of the even date which is annexed as Annexure A and forms an integral part of this report.

‘Annexure-A’

To
The Members
Pridhvi Asset Reconstruction and Securitisation Company Limited
Hyderabad
Telangana

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

- 1) Maintenance of Secretarial records 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 is the responsibility of the management. Our examination was limited to the verification of the 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.

Signature:

Name of Company Secretary
PAVAN KRISHNA RAO PACHAVA
FCS: 12886; C.P No: 20914
Partner

ARUN & PAVAN ASSOCIATES
Company Secretaries

Peer Review Certificate No.2242/2022

Place: Hyderabad
Date : 09.06.2025
UDIN: F012886G000564855

ANNEXURE II TO DIRECTORS' REPORT

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.

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

There were no contracts or arrangements or transactions entered into during the year ended 31st March, 2025, which were not at arm's length basis.

II. Details of contracts or arrangements or transactions at arm's length basis.

The details of contracts or arrangements or transactions at arm's length basis for the year ended 31st March, 2025, are as follows.

| 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, if any | Amount paid as advances, if any |
|--|---|---|---|--|---------------------------------|
| M/s. Mezzequity Software Private Ltd. (Smt. M. Rajya Lakshmi wife of Sri. M. Siva Rama Vara Prasad, Director, is a Member and Director in M/s.Mezzequity Software Private Ltd.) | Maintenance of office premises | 3 years w.e.f 01.04.2023 | Maintenance charges@ ₹ 8.25 / sft. On par with other occupants of the building. Transactions during the year ₹ 11.61 lakhs. | Executive Committee approved on 24.06.2023 | - |
| M/s.BitKemy Technologies Pvt Ltd. (Sri. M. Siva Rama Vara Prasad, Director, is also a Director in M/s.BitKemy Technologies Pvt. Ltd.) | Maintenance of software for operations | Annual maintenance | Maintenance of ₹10 Lakhs p.a. | Audit Committee approved on 25.05.2016 | - |

| | | | | | |
|---|--|---------------------------------|---------------------------------|--|---|
| M/s.Touchstone Capital Ltd. (Sri.M. Siva Rama Vara Prasad is also Director in M/s.Touchstone Capital Ltd.) | 1. Consultant for mobilizing resources | 1 year, extended by six months | 1% of value of funds mobilized. | Audit Committee approved on 18.06.2021 | - |
| | 2. Consultant for mobilizing business | 1 year, extended by six months. | 0.1% on acquisition cost | Audit Committee approved on 22.05.2022 | |

For and on behalf of the Board of Directors

Place : Hyderabad

Date : 17.06.2025

R. Mallikarjuna

Managing Director & CEO

DIN No. 10428677

ANNEXURE III TO DIRECTORS' REPORT

Annual Report on Corporate Social Responsibility (CSR) activities for the financial year 2024-25

1. A brief outline of the CSR policy of the Company

The core theme of the Company's CSR policy is giving back to the society from which it draws its resources by extending a helping hand to the needy, the underprivileged and to contribute for activities that sustain economic development of local community at large. It is the contribution of the corporate for philanthropic and social causes like providing primary education and health, drinking water, sanitation and such other activities which would result in a better living environment.

Through CSR initiatives, the Company, in alignment with its vision and environmental concern, will continue to enhance value creation in the society, so as to promote sustained growth of the society, in fulfillment of its role as a Socially Responsible Corporate

The CSR Policy of the Company is available on the website of the Company.

2. The Composition of the CSR Committee

| Sl. No. | Name of Director | Designation / Nature of Directorship | Number of meetings of CSR Committee held during the year | Number of meetings of CSR Committee attended during the year |
|---------|-----------------------------------|--------------------------------------|--|--|
| 1. | Dr. Pamidi Kotaiah ¹ | Non-Executive Independent Director | 1 | 1 |
| 2. | Sri. Vepa Kamesam ² | Non-Executive Independent Director | 1 | 1 |
| 3. | Sri. N. Ramesh Kumar ³ | Non-Executive Independent Director | - | - |
| 4. | Sri. M. Siva Rama Vara Prasad | Non-Executive Promoter Director | 1 | 1 |
| 5. | Sri. Ch. Rama Prasad ⁴ | Executive Managing Director & CEO | - | - |
| 6. | Sri. R. Mallikarjuna ⁵ | Executive Managing Director & CEO | 1 | 1 |

- Dr. Pamidi Kotaiah is not a member from 28.09.2024
- Sri. Vepa Kamesam is not a member from 28.09.2024
- Sri. N. Ramesh Kumar is a member from 28.09.2024
- Sri. Ch. Rama Prasad is not a member from 03.04.2024
- Sri. R. Mallikarjuna is a member from 04.04.2024

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

<https://www.paras.org.in/policies/>

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) - Not applicable
5. Details of the amount available for set off in 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.

| Sl. No. | Financial Year | Amount available for set-off from preceding financial years (in ₹) | Amount required to be set-off for the financial year, if any (in ₹) |
|---------|----------------|--|---|
| | | Not applicable | |

6. Average net profit of the company as per section 135(5) - Rs. 28,59,74,871/-
7. (a) Two percent of average net profit of the company as per section 135(5) - Rs. 57,19,497/-
 (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. 57,19,497/-
8. (a) CSR amount spent or unspent for the financial year:

| Total Amount Spent for the Financial Year (₹ In Lakhs) | Amount Unspent (in ₹ in Lakhs) | | | | |
|--|---|------------------|---|--------|------------------|
| | 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) | | |
| | Amount | Date of transfer | Name of the Fund | Amount | Date of transfer |
| 57.19 | NIL | - | NIL | - | - |

(b) Details of CSR amount spent against ongoing projects for the financial year:

| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) |
|---------|---------------------|---|----------------------|--|------------------|---|---|--|--|--|
| Sl. No. | Name of the Project | Item from the list of activities in Schedule VII to the Act | Local area (Yes /No) | Location of the project State district | Project duration | Amount allocated for the project (in ₹) | Amount spent in the current financial Year (in ₹) | Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in ₹) | Mode of Implementation - Direct (Yes/No) | Mode of Implementation - Through Implementing Agency |
| | | | | | | | | | | Name CSR Registration no. |
| 1 | NIL | | | | | | | | | |

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
|---------|---|---|----------------------|---|-------------------------------------|--|--|
| Sl. No. | Name of the Project | Item from the list of activities in schedule VII to the Act. | Local area (Yes/ No) | Location of the project: State & District | Amount spent for the project (in ₹) | Mode of implementation - Direct (Yes/No) | Mode of implementation - Through implementing agency Name & CSR Registration no. |
| 1 | Medical services, vocational training and education | Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects; promoting health care | No | Andhra Pradesh West Godavari | 27.19 Lakhs | No | Kovvali Development Trust |
| 2 | Medical | Renovation of Arogyasri Ward for cancer patients | No | Telangana Hyderabad district | 30.00 Lakhs | No | The Basavatarakam Indo-American Cancer Hospital and Research Institute |

(d) Amount spent in Administrative Overheads – Nil
(e) Amount spent on Impact Assessment, if applicable – Not applicable
(f) Total amount spent for the Financial Year (8b+8c+8d+8e) – Rs. 57,19,497/-
(g) Excess amount for set off, if any

| Sl. No. | Particulars | Amount (₹ in Lakhs) |
|---------|---|---------------------|
| (i) | Two percent of average net profit of the company as per section 135(5) | 57.19 |
| (ii) | Total amount spent for the Financial Year | 57.19 |
| (iii) | Excess amount spent for the financial year ((ii)-(i)) | - |
| (iv) | Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any | - |
| (v) | Amount available for set off in succeeding financial years ((iii)-(iv)) | - |

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

| Sl. No. | Preceding Financial Year | Amount transferred to Unspent CSR Account under section 135 (6) (in ₹) | Amount spent in the reporting Financial Year (in ₹) | 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 ₹) |
|---------|--------------------------|--|---|---|---------------|------------------|--|
| | | | | Name of the Fund | Amount (in ₹) | Date of transfer | |
| | | | NIL | | | | |

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

| (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 ₹) | Amount spent on the project in the reporting Financial Year (in ₹) | Cumulative amount spent at the end of reporting Financial Year (in ₹) | Status of the project - Completed / Ongoing |
| | | | NIL | | | | | |

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) - NIL

- Date of creation or acquisition of the capital asset(s). - NIL
- Amount of CSR spent for creation or acquisition of capital asset. - NIL
- Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc. - NIL
- 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 per cent of the average net profit as per section 135(5) - Not applicable

For and on behalf of the Board of Directors

Place: Hyderabad
Date : 17.06.2025

R. Mallikarjuna
Managing Director & CEO
DIN No. 10428677

Koteswara Rao SSR
Chairperson - CSR Committee
DIN No. 00964290

INDEPENDENT AUDITOR'S REPORT

To
The Members Of
Pridhvi Asset Reconstruction and Securitisation Company limited,
Hyderabad

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Pridhvi Asset Reconstruction and Securitisation Company limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2025, the Statement of Profit and Loss, the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the accompanying financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounts) Rules, 2014, of the state of affairs of the Company as at 31st March, 2025, and 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) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's 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.

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board of Directors' Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statement and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our 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.

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

In preparing the financial statements, 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.

The Board of Directors is 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 financial controls 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 system 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.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in **"Annexure- A"** a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

- c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2025 taken on record by the Board of Directors, none of the director is disqualified as on 31st March, 2025 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 over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **"Annexure B"**. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

The remuneration paid to the Directors by the company is in accordance with the provisions of the sec.197.

- 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 that would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred, to the "Investor Education and Protection Fund" by the Company.
 - iv. a. The Management has represented that, to the best of its knowledge and belief, as disclosed in the note 25 (g) to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(i.e.), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - b. The Management has represented, that, to the best of its knowledge and belief, as disclosed in the note 25 (h) to the accounts, no funds have been received by the Company from any person(s) or entity(i. e), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- c. Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material misstatement.
- v. The company has neither declared nor paid dividend during the year.
- vi. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with. Furthermore, the company adheres to a policy of maintaining audit trails in accordance with statutory requirements for record retention.

For **C V Ramana Rao & Co.**
Chartered Accountants
Firm Regn No. 002917S

(K Kavya)
Partner
Membership No. 223355
UDIN: 25223355BMJNOG6416

Place : Hyderabad
Date : 17.06.2025

Annexure-A to the Independent Auditor's Report

The **Annexure A** referred to in our Independent Auditor's report of even date, to the members of **Pridhvi Asset Reconstruction and Securitisation Company Limited, Hyderabad** for the year ended 31st March, 2025. We report that:

- i) a) (A) The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.
(B) The Company is maintaining proper records showing full particulars of intangible assets.
- b) The Property, Plant & Equipment have been physically verified by the management at reasonable intervals. According to the information furnished to us, no material discrepancies have been noticed on such verification.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of the immovable properties, which are lodged with the company's Bankers as security, are held in the name of the Company.
- d) The company has not revalued its Property, Plant & Equipment (including the Right of Use assets) or Intangible assets or both during the year.
- e) As reported under note No. 10A, of the financial statements for the year under report, and according to the information and explanations given to us, no proceedings have been initiated against the company for holding benami property under Prohibition of Benami Property Transactions Act, 1988 (as amended from time to time) and rules made thereunder.
- ii) a) Physical verification of inventory is not applicable to the company due to nature of its business. Consequently, Paragraph 3(ii)(a) of the order is not applicable to the company.
- b) As reported under note No. 06, of the financial statements for the year under report, the quarterly returns/statements filed by the company with banks are in agreement with the books of account of the company.
- iii) The Company has not made investments in, provided any guarantee or security, granted any loans or advances which are in the nature of loans, secured or unsecured to companies, firms, LLPs, or any other parties, other than those disclosed in the financials.
- iv) The company has neither given any loans to the directors or any other persons in whom the director(s) is interested nor given/provided any guarantee/security in connection with any loan taken by directors or such other persons as per the provisions of section 185 of the Companies Act, 2013.
- v) The Company has not accepted any deposits from the public. Accordingly, the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013, and the rules framed there under; do not apply to the Company.
- vi) Rules made by the Central Government for the maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 are not applicable to the company.
- vii) a) According to the information and explanations given to us and on the basis of examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax,

Cess and any other statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts are payable in respect of goods and services tax, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax or cess and other material statutory dues which were in arrears as at 31st March, 2025 for a period of more than six months from the date they became payable.

- b) As at 31st March, 2025, there have been no disputed dues, which have not been deposited with the respective authorities in respect of Goods and Services tax, Income tax, Service tax, duty of customs, duty of excise, value added tax and Cess.
- viii) According to the information and explanations given to us and on the basis of examination of the records of the Company, no transactions that are not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- ix)
 - a) The Company has not defaulted in any repayment of loans or other borrowings or in the payment of interest thereon to any lender.
 - b) According to the information and explanations given to us the company has not been declared as a wilful defaulter by any bank or financial institution or other lender.
 - c) The company has issued debentures during the year and money raised were applied for the purpose for which are raised.
 - d) The funds raised on a short-term basis have not been utilised for long term purposes.
 - e) The Company does not have any subsidiaries, associates, or joint ventures. Consequently, the clauses 3(ix)(e) and (f) of the order is not applicable to the Company.
- x)
 - a) The Company has not made any initial public offer or further public offer during the year under review. Money raised through issue of Non-Convertible Debentures were applied for the purpose for which those are raised.
 - b) During the year under review the company has allotted 20,58,824 shares at ₹ 170/- per share; shares of face value ₹ 100/- each with a premium of ₹ 70/- per share on preferential allotment basis, to existing shareholders in accordance with section 42 and section 62 of Companies Act.
- xi)
 - a) According to the information and explanations given to us, we report that no material fraud by the Company or on the Company has been noticed or reported during the course of our audit.
 - b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed read with rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
 - c) According to the information and explanations given to us and based on our examination of the records of the Company, no whistle-blower complaints are received during the year under report.
- xii) In our opinion, the company is not a Nidhi Company. Consequently, the clause 3(xii) of the order is not applicable.

- xiii) According to the information and explanations given to us and on overall examination of the records of the Company, we report that all transactions with related parties are in compliance with the provisions of sections 177 and 188 of the Companies Act, 2013 and the related party disclosures as required by relevant Indian Accounting Standards are disclosed in the financial statements.
- xiv) a) The company has an internal audit system commensurate with the size and nature of its business.
b) The reports of the Internal Auditors for the period under audit were considered by us.
- xv) The Company has not entered into any noncash transactions with the directors or persons connected with them during the year under report. Consequently, the clause 3(xv) of the order is not applicable.
- xvi) According to the information and explanations given to us, the Company is exempted from registration under section 45-IA of the Reserve Bank of India Act, 1934.
- xvii) The company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- xviii) There has been no resignation of the statutory auditors during the year under review. Consequently, the clause 3(xviii) of the order is not applicable.
- xix) On the basis of the financial ratios, aging and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- xx) a) In terms of the information and explanations given to us and based on the books of account/ records examined by us, the company has no ongoing projects under CSR activities. Further there is no unspent balance to spent under CSR Activities as at the year.
b) In terms of the information and explanations given to us and based on the books of account/ records examined by us, the company has not undertaken any ongoing projects towards CSR activities as per the provisions of section 135 of Companies Act. Accordingly, the clause 3(xx)(b) of the order is not applicable.
- xxi) This paragraph is not applicable in case of standalone financial statements.

For **C V Ramana Rao & Co.**
Chartered Accountants
Firm Regn No. 002917S

(K Kavya)
Partner
Membership No.223355
UDIN: 25223355BMJNOG6416

Place : Hyderabad
Date : 17.06.2025

Annexure-"B" to the Independent Auditor's Report

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

We have audited the internal financial controls over financial reporting of **Pridhvi Asset Reconstruction and Securitisation Company Limited, Hyderabad** ("the Company") as of 31st March, 2025 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 Board of directors of the company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the company 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") issued by ICAI and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (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 Ind AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2025, 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.

Place : Hyderabad
Date : 17.06.2025

For **C V Ramana Rao & Co.**
Chartered Accountants
Firm Regn No. 002917S

(K Kavya)
Partner
Membership No.223355
UDIN: 25223355BMJNOG6416

Balance Sheet as at 31st March, 2025

(₹ In Lakhs)

| Particulars | Note | As at 31.03.2025 | As at 31.03.2024 |
|--|------|------------------|------------------|
| Equity and Liabilities | | | |
| 1) Share holders' funds | | | |
| i) Share Capital | 02 | 12058.82 | 10000.00 |
| ii) Reserves and Surplus | 03 | 14428.27 | 7932.29 |
| 2) Share application money | | - | 3500.00 |
| | | 26487.09 | 21432.29 |
| 3) Non-current Liabilities | | | |
| i) Long-term borrowings | 04 | 4133.33 | 4000.00 |
| ii) Deferred tax liability | | - | - |
| iii) Other long-term liabilities | 05 | - | - |
| | | 4133.33 | 4000.00 |
| 4) Current Liabilities | | | |
| i) Short-term borrowings | 06 | 9228.04 | 16059.34 |
| ii) Trade Payables | 07 | - | - |
| iii) Other current Liabilities | 08 | 2951.73 | 2331.95 |
| iv) Short-term provisions | 09 | 544.40 | 233.36 |
| | | 12724.17 | 18624.65 |
| Total | | 43344.59 | 44056.94 |
| Assets | | | |
| 1) Non-current Assets | | | |
| i) Property, Plant & Equipment | 10 | | |
| a) Tangible Assets | | 493.27 | 501.99 |
| b) Intangible Assets | | 3.49 | 4.06 |
| | | 496.76 | 506.05 |
| ii) Non-current investments | 11 | 23929.73 | 14983.16 |
| iii) Deferred Tax Asset (Net) | | 245.42 | 97.94 |
| iv) Long-term loans and advances | 12 | 1.23 | 1.23 |
| v) Other non-current assets | 13 | 2.32 | 4.07 |
| vi) Other Investments | 14 | - | 1740.11 |
| | | 24178.70 | 16826.51 |
| 2) Current Assets | | | |
| i) Current investments | 11 | 13726.80 | 19123.59 |
| ii) Trade Receivables | 15 | 3712.56 | 3646.96 |
| iii) Cash and Cash Equivalents | 16 | 1164.60 | 3939.18 |
| iv) Short-term loans and advances | 12 | 51.21 | 14.65 |
| v) Other current assets | 13 | 13.96 | - |
| | | 18669.13 | 26724.38 |
| Total | | 43344.59 | 44056.94 |
| Summary of significant accounting policies | 1 | | |

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

As per our report of even date

For and on behalf of the Board

For **C V Ramana Rao & Co**
Chartered Accountants
Firm Reg.No.0029175

Koteswara Rao S S R
Chairperson
DIN: 00964290

R. Mallikarjuna
Managing Director & CEO
DIN: 10428677

K.Kavya
Partner
Membership No.223355

V. S. Ranga Rao
Chief Financial Officer

V.Vani
Company Secretary

Place: Hyderabad
Date: 17.06.2025

Statement of Profit and Loss for the year ended 31st March, 2025

(₹ In Lakhs)

| Particulars | Note | Year ended 31.03.2025 | Year ended 31.03.2024 |
|---|------|--------------------------|--------------------------|
| I) Income | | | |
| Revenue from operations | 17 | 92665.52 | 8262.39 |
| Other income | 18 | 253.66 | 82.71 |
| Total Income (I) | | 92919.18 | 8345.10 |
| II) Expenses | | | |
| Employee benefits expense | 19 | 268.33 | 298.80 |
| Finance Cost | 20 | 83433.38 | 805.29 |
| Depreciation | 10 | 11.91 | 20.34 |
| Other expenses | 21 | 2370.17 | 1646.19 |
| Total expenses (II) | | 86083.79 | 2770.62 |
| III) Profit before tax and exceptional items (I) -(II) | | 6835.39 | 5574.48 |
| Exceptional items | | - | - |
| Profit after exceptional items and before tax | | 6835.39 | 5574.48 |
| IV) Tax expenses | | | |
| Current Year tax | | 1920.44 | 1487.57 |
| Earlier years Tax | | 7.63 | (0.36) |
| Deferred tax | 30 | (147.48) | (65.47) |
| Total tax expenses (IV) | | 1780.59 | 1421.74 |
| Profit after tax (III - IV) | | 5054.80 | 4152.74 |
| Earnings per equity share (Face Value ₹100/- each) Basic & Diluted | 29 | 43.27 | 41.53 |

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

As per our report of even date

For **C V Ramana Rao & Co**
Chartered Accountants
Firm Reg.No.0029175

K.Kavya
Partner
Membership No.223355

Place: Hyderabad
Date: 17.06.2025

For and on behalf of the Board

Koteswara Rao S S R
Chairperson
DIN: 00964290

V. S. Ranga Rao
Chief Financial Officer

R. Mallikarjuna
Managing Director & CEO
DIN: 10428677

V.Vani
Company Secretary

Cash flow statement for the year ended 31st March, 2025

(₹ In Lakhs)

| S.No. | Particulars | Year ended 31.03.2025 | Year ended 31.03.2024 |
|-----------|---|-----------------------|-----------------------|
| A. | Cash flow from operating activities: | | |
| | Profit/(Loss) for the year before Tax | 6835.39 | 5574.48 |
| | Adjustments to reconcile profit before tax to net cash flows | | |
| | Depreciation of property, plant and equipment | 11.91 | 20.34 |
| | Finance costs | 83433.38 | 805.29 |
| | Reversal of unrealized management fee & expenses | 94.87 | 56.13 |
| | Security Receipts written off | 888.85 | 912.43 |
| | Provision made for downgrading in rating of SRs | 593.93 | 269.63 |
| | Gain on redemption of mutual funds | (68.44) | (35.02) |
| | Profit on sale of investment in property | (109.89) | - |
| | Rental Income from investments | (3.78) | (3.60) |
| | Operating profit before working capital changes | 91676.22 | 7599.68 |
| | Movement in Working Capital: | | |
| | (Increase)/Decrease in Trade receivables | (160.48) | (1803.35) |
| | (Increase)/Decrease in Current and other non-current assets | (48.77) | 290.50 |
| | (Increase)/Decrease in Current liabilities | 506.90 | 800.58 |
| | (Increase)/Decrease in Trade payables | - | - |
| | Cash generated from operations | 91973.87 | 6887.41 |
| | Income tax (paid)/refund | (1625.03) | (1276.76) |
| | Net Cash generated in operations | 90348.84 | 5610.65 |
| B. | Cash flow from investing activities: | | |
| | Sale of property, plant and equipment | - | - |
| | Additions of property, plant & equipment | (2.62) | (7.84) |
| | Amount received from on redemption of Security Receipts | 8531.45 | 13870.29 |
| | Amount received on sale of Security Receipts | 650.00 | - |
| | Amount paid towards Security Receipts | (27084.00) | (16450.68) |
| | Amount (paid) /received towards purchase of Security Receipts | 11170.00 | (11170.00) |
| | Amount (paid) / received towards investment in mutual funds | 1700.00 | (1700.00) |
| | Amount received from redemption of units in mutual funds | 68.44 | 35.02 |
| | Amount received from sale of investment in property | 1850.00 | - |
| | Rental Income from investments | 3.78 | 3.60 |
| | Net cash flows used in investing activities | (3112.95) | (15419.61) |
| C. | Cash flow from financing activities: | | |
| | Receipts/(Repayments) of borrowings from/(to) bank | 1772.03 | (1049.44) |
| | Finance Costs Paid | (83312.50) | (742.53) |
| | Non-convertible debentures Issued/(redemption) | (8470.00) | 7724.50 |
| | Equity share application money (transferred)/ received | (3500.00) | 3500.00 |
| | Equity share capital received | 2058.82 | - |
| | Premium received on equity shares | 1441.18 | - |
| | Net cash flows/(used in) financing activities | (90010.47) | 9432.53 |
| | Net increase/(decrease) in cash and cash equivalents (A+B+C) | (2774.58) | (376.43) |
| | Opening balance of cash and cash equivalents | 3939.18 | 4315.61 |
| | Closing balance of cash and cash equivalents | 1164.60 | 3939.18 |

Note: 1. Cash and cash equivalents include deposit of ₹ 23.35 lakhs (PY Rs.22.37 lakhs) in Union Bank of India, being amount paid by Keygien Global Ltd., in PARAS-SBIG-033 Trust as per the order dated 04.08.2015 of DRT II, Mumbai. The deposit is placed for 91 days with auto renewal facility.

Note: 2. Cash and cash equivalents include deposits of ₹ 329.63 lakhs (PY Rs.310.32 lakhs) deposited by the company with Union Bank of India as cash collateral for SOD limit of Rs.50 crores sanctioned by bank.

Note: 3. Cash and cash equivalents include debenture redemption reserve of ₹ 304.53 lakhs. (PY ₹ 95.16 lakhs)

Note: 4: Cash flow statement is prepared under indirect method as specified under AS-3 "Cash flow statement"

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

As per our report of even date

For and on behalf of the Board

For **C V Ramana Rao & Co**

Chartered Accountants

Firm Reg.No.002917S

K.Kavya

Partner

Membership No.223355

Koteswara Rao S S R

Chairperson

DIN: 00964290

V. S. Ranga Rao

Chief Financial Officer

R. Mallikarjuna

Managing Director & CEO

DIN: 10428677

V.Vani

Company Secretary

Place: Hyderabad

Date: 17.06.2025

Notes on financial statements for the year ended 31st March, 2025

1. Summary of significant accounting policies

I. Basis of Preparation:

The accounting and reporting policies of the company are framed to comply with the Generally Accepted Accounting Principles (GAAP) in India, the guidelines and accounting standards issued by the Reserve Bank of India from time to time and the provisions of the Companies Act 2013. Financial statements are prepared under historical cost convention and all income and expenditure are accounted on accrual basis, except otherwise stated.

II. Principal Accounting Policies:

Revenue Recognition:

- i) Interest on bank deposits is recognized on accrual basis.
- ii) Interest income in respect of restructured /rescheduled financial assets which are held in the books of the company is recognized on accrual basis as long as the asset remains performing.
- iii)
 - a) Income from financial assets held in trusts is recognized after redemption of the entire principal amount of Security Receipts.
 - b) Upside income is recognized only after full redemption of Security Receipts.
- iv)
 - a) Management fee in respect of accounts acquired and held in trusts is recognized in the first year at the time of acquisition. For subsequent periods management fee is recognized only when the fee recognized earlier is realized in full. Any such management fee recognized during the planning period (planning period is 6 months from the date of acquisition) is reversed if the same is not recovered within 180 days from the date of expiry of the planning period. Likewise, management fee recognized after the planning period is reversed if the same is not realized within 180 days from the date of recognition. Further, any unrealized management fee is reversed if NAV of the Security Receipts of the financial asset falls below 50% of the face value below the prescribed time for realization.
 - b) Sale proceeds of secured assets/OTS payments/instalments of rescheduled debts are appropriated first towards expenses incurred for formation of trusts (either reversed or outstanding in account recoverable from trust), management fee (either reversed or outstanding in account recoverable from trust), other expenses, outstanding acquisition cost and the balance amount, if any, is recognized as gain.
 - c) Interest on Advances given to accounts held in trust(s) as a trustee is accounted for as and when amount is realized as per the terms of trust deed.

III. Asset classification and provisioning there on:

The company shall classify the financial assets acquired and held in the books of the company and make necessary provisions against non-performing assets, as per the guidelines issued by Reserve Bank of India from time to time.

IV. Rating of Security Receipts:

Security Receipts issued by the Trusts are rated by accredited Rating Agencies periodically as per guidelines of Reserve Bank of India.

V. Investments / Valuation of Security Receipts:

Investments in Security Receipts are aggregated for the purpose of arriving at net depreciation/appreciation of investments under the category. Net depreciation if any, is provided for and net appreciation is ignored. Investments in SRs held by the company are treated as "Available for Sale Category".

VI. Property, Plant & Equipment:

Property, plant and equipment are stated at cost less accumulated depreciation. Cost includes purchase cost and all expenditure such as installation costs incurred on the assets before it is put to use.

Depreciation is charged on straight line method in accordance with rates specified in Schedule II of the Companies Act, 2013.

Intangible Assets are amortized over a period of three years.

VII. Employee benefits:

The Company makes annual contribution to Gratuity Fund and Leave Encashment Fund administered by trustees and managed by LIC of India based on actuarial valuation done every year.

VIII. Pre-Acquisition Expenditure on Financial Assets:

Expenses incurred at pre-acquisition stage for performing due diligence etc., for acquiring financial assets from banks/FIs are expensed immediately by recognizing the same in the statement of Profit and Loss for the period in which such costs are incurred.

IX. Expenditure incurred after acquisition of Assets:

Expenses incurred after acquisition of assets on the formation of trusts like stamp duty, registration etc., which are recoverable from the trusts are charged to the respective trust accounts and the same are reversed if not realized within 180 days from the planning period or if the NAV of SRs falls below 50% of the face value, whichever is earlier.

X. Earnings per share:

The EPS is computed by dividing the net profit attributable to the equity shareholders by weighted average number of shares outstanding during the reporting year.

XI. Operating cycle concept under schedule III:

Liabilities due within one year are classified as "current liabilities" and assets maturing within one year along with cash and bank balances as "current assets".

Notes to financial statements for the year ended 31st March, 2025

2. Share capital

(₹ in Lakhs)

| Particulars | As at 31.03.2025 | As at 31.03.2024 |
|---|------------------|------------------|
| Authorized shares | | |
| 1,75,00,000 equity shares of ₹ 100/- each | 17500.00 | 20000.00 |
| (P.Y.2,00,00,000 equity shares of ₹ 100/- each) | | |
| 25,00,000 preference shares of ₹ 100/- each (P.Y. Nil) | 2500.00 | - |
| Issued, subscribed and fully paid-up equity shares | | |
| 12,058,824 equity shares of ₹ 100/- each | 12058.82 | 10000.00 |
| (P.Y.10,000,000 equity shares of ₹ 100/- each) | | |
| Share application money received | - | 3500.00 |

Note: During the year the Authorised Share Capital of the Company - ₹ 200 crores (2,00,00,000 equity shares @ ₹ 100/- each) was reclassified as ₹ 175 crores equity capital (1,75,00,000 shares @ ₹ 100/- each) and ₹ 25 crores preference capital (25,00,000 shares @ ₹ 100/- each), with the approval of the Members in the Annual General Meeting held on 27th September, 2024.

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

(₹ in Lakhs)

| Equity Shares of Rs.100/- each | As at 31.03.2025 | | As at 31.03.2024 | |
|---|--------------------|-----------------|--------------------|-----------------|
| | Number | Amount | Number | Amount |
| At the beginning of the year | 1,00,00,000 | 10000.00 | 1,00,00,000 | 10000.00 |
| Issued during the year | 20,58,824 | 2058.82 | - | - |
| Outstanding at the end of the year | 1,20,58,824 | 12058.82 | 1,00,00,000 | 10000.00 |

b. Rights attached to equity shares

During the year the company allotted 20,58,824 equity shares of face value Rs.100/- each with a premium of Rs.70/- per share on preferential allotment basis. The company has only one class of equity shares having par value of Rs.100/- per share. Each holder of equity shares 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 the remaining assets of the Company in proportion to the number of equity shares held by the shareholders, after distribution of all preferential creditors.

The company declares and pays dividend in Indian rupees.

c. Details of shareholders holding more than 5% shares in the company

| Names of Shareholders | As at 31.03.2025 | | As at 31.03.2024 | |
|----------------------------------|------------------|-----------|------------------|-----------|
| | Number | % holding | Number | % holding |
| Smt.M.Rajya Lakshmi | 42,90,101 | 35.58% | 42,90,101 | 42.90% |
| Sri.M.Siva Rama Vara Prasad | 21,01,518 | 17.43% | 11,89,753 | 11.89% |
| M J Patel Family Private Trust | 12,70,968 | 10.54% | - | - |
| Punjab National Bank | 9,99,000 | 8.28% | 9,99,000 | 9.99% |
| Sri. Mukesh Kumar Manubhai Patel | 6,47,818 | 5.37% | 6,47,818 | 6.48% |
| Sri.M.Rohit Prasad | 6,00,000 | 4.98% | 6,00,000 | 6.00% |
| Sri. Bimal Bhai Manubhai Patel | 5,23,909 | 4.35% | 5,23,909 | 5.24% |

d. Shares reserved for issue under options

The Company has not reserved any shares for issue under Employees Stock Option Scheme (ESOP).

Notes to financial statements for the year ended 31st March, 2025

e. Shareholding of Promoters as on 31.03.2025:

| Shares held by the promoters as on 31.03.2025 | | | | % change in share holding during the year |
|---|--------------------------------------|------------------|----------------------------------|---|
| S. No. | Promoter Name | No. of Shares | % of total Shares of the Company | |
| 1. | Sri. Motaparti Siva Rama Vara Prasad | 2,101,518 | 17.43 | +5.54 |
| 2. | Smt. M. Rajya Lakshmi | 4,290,101 | 35.58 | -7.32 |
| 3. | Sri. Mukesh Kumar Manubhai Patel | 647,818 | 5.37 | -1.11 |
| 4. | Sri. M.Rohit Prasad | 600,000 | 4.98 | -1.02 |
| 5. | Sri. Bimal Manubhai Patel | 523,909 | 4.35 | -0.89 |
| 6. | M/s. Design Tribe India Pvt. Ltd | 150,000 | 1.24 | -0.26 |
| 7. | M J Patel Family Private Trust | 1,270,968 | 10.54 | +9.30 |
| | Total | 9,584,314 | 79.49 | +4.24 |

Shareholding of Promoters as on 31.03.2024 :

| Shares held by the promoters as on 31.03.2024 | | | | % change in share holding during the year |
|---|--------------------------------------|------------------|----------------------------------|---|
| S. No. | Promoter Name | No. of Shares | % of total Shares of the Company | |
| 1 | Sri. Motaparti Siva Rama Vara Prasad | 1,189,753 | 11.89 | - |
| 2 | Smt. M. Rajya Lakshmi | 4,290,101 | 42.90 | - |
| 3 | Sri. Mukesh Kumar Manubhai Patel | 647,818 | 6.48 | +1.24 |
| 4 | Sri. M.Rohit Prasad | 600,000 | 6.00 | - |
| 5 | Sri. Bimal Manubhai Patel | 523,909 | 5.24 | - |
| 6 | M/s. Design Tribe India Pvt. Ltd | 150,000 | 1.50 | - |
| 7 | Patel Family Private Trust | 123,909 | 1.24 | +1.24 |
| 8 | Smt. Sushilaben Patel | 0 | - | -1.24 |
| 9 | Smt. Mina H Patel | 0 | - | -1.24 |
| | Total | 7,525,490 | 75.25 | - |

Notes to financial statements for the year ended 31st March, 2025

3. Reserves and Surplus

(₹ in Lakhs)

| Particulars | As at 31.03.2025 | As at 31.03.2024 |
|--|---------------------|---------------------|
| A. Share Premium | | |
| Balance at beginning of the year | - | - |
| Add: Premium received on issue of Equity shares | 1441.18 | - |
| Balance at end of the year (A) | 1441.18 | - |
| B. Debenture redemption reserve | | |
| Balance at beginning of the year | 590.00 | 350.00 |
| Add: Amount transferred from surplus in the statement of profit and loss | 270.00 | 240.00 |
| Balance at end of the year (B) | 860.00 | 590.00 |
| C. General Reserve | | |
| General reserve balance as per the last financial statements | 6000.00 | 2000.00 |
| Add: Amount transferred from surplus in the statement of profit and loss towards general reserve | 4000.00 | 4000.00 |
| Balance at end of the year (C) | 10000.00 | 6000.00 |
| D. Surplus in the statement of profit and loss | | |
| Balance as per last financial statements | 1342.29 | 1429.55 |
| Profit for the year | 5054.80 | 4152.74 |
| | 6397.09 | 5582.29 |
| Less: Appropriations | | |
| Transfer to general reserve | 4000.00 | 4000.00 |
| Transfer to Debenture Redemption Reserve | 270.00 | 240.00 |
| Total appropriations | 4270.00 | 4240.00 |
| Net surplus in the statement of profit and loss (D) | 2127.09 | 1342.29 |
| Total reserves and surplus (A)+(B)+(C)+(D) | 14428.27 | 7932.29 |

4. Long-term borrowings (Secured)

(₹ in Lakhs)

| Particulars | Non-current portion | | Current Maturities* | |
|--|---------------------|---------------------|---------------------|---------------------|
| | As at 31.03.2025 | As at 31.03.2024 | As at 31.03.2025 | As at 31.03.2024 |
| Non Convertible Debentures | | | | |
| NCDs issued to Blacksoil Capital Pvt Ltd., | 2341.67 | 2725.00 | 2883.33 | 1175.00 |
| NCDs issued to Blacksoil (India) Credit Fund., | 1191.66 | 1275.00 | 1583.34 | 725.00 |
| NCDs issued to Touchstone Trust Scheme-I., | 240.00 | - | - | - |
| NCDs issued to SK Fincap Advisory Pvt Ltd | 360.00 | - | - | - |
| NCDs issued to Options Exim Pvt Ltd., | - | - | - | 9527.50 |
| NCDs issued to United Port Services Pvt Ltd., | - | - | - | 1642.50 |
| | 4133.33 | 4000.00 | 4466.67 | 13070.00 |

* NCDs payable within one year are shown in current maturities and shown under short term borrowings.

Notes to financial statements for the year ended 31st March, 2025

Disclosure on Repayment schedule of the above Non-Convertible Debentures (NCDs) as on 31.03.2025.
All NCDs are issued at par on private placement basis.

(₹ in Lakhs)

| Name of the investor / Date of allotment | NCDs issued @coupon rate & face value of NCD | NCD's Outstanding as on 31.03.2025 | Value of SR's Pledged | Total no. of installments | Installment amount due during the FY 2025-26 |
|--|--|------------------------------------|-----------------------|---------------------------|--|
| Blacksoil Capital Pvt Ltd./ (31.05.2022) | NCDs for ₹1500 lakhs issued @ coupon rate 16.50% p.a. Face value: ₹ 5 lakhs each | 600.00 | 15879.91 | 1 | 600.00 |
| Blacksoil India Credit Fund./ (31.05.2022) | NCDs for ₹1000 lakhs issued @ coupon rate 16.50% p.a. Face value: ₹ 5 lakhs each | 400.00 | | 1 | 400.00 |
| Blacksoil Capital Pvt Ltd./ ₹ 500 lakhs on 29.9.2022 and ₹ 2250 lakhs on 04.12.2023 | NCDs for ₹ 2750 lakhs issued @ coupon rate 16.00% p.a. Face value: ₹ 5 lakhs each | 2125.00 | | 7 | 1750.00 |
| Blacksoil India Credit Fund./ ₹ 500 lakhs on 29.9.2022 and ₹ 750 lakhs on 04.12.2023 | NCDs for ₹ 1250 lakhs issued @ coupon rate 16.00% p.a. Face value: ₹ 5 lakhs each | 875.00 | | 7 | 750.00 |
| Blacksoil Capital Pvt Ltd./ ₹ 2000 lakhs on 31.10.2024 and ₹ 500 lakhs on 27.03.2025 | NCDs for ₹ 2500 lakhs issued @ coupon rate 15.50% p.a. Face value: ₹ 5 lakhs each | 2500.00 | | 13 | 533.32 |
| Blacksoil India Credit Fund,II/ ₹ 1000 lakhs on 31.10.2024 and ₹ 500 lakhs on 27.03.2025 | NCDs for ₹ 1500 lakhs issued @ coupon rate 15.50% p.a. Face value: ₹ 5 lakhs each | 1500.00 | | 13 | 433.32 |
| Touchstone Trust Scheme 1/ 27.08.2024 | NCDs for ₹ 600 lakhs issued @ coupon rate 5% p.a.Face value: ₹ 1,00,000/- each | 240.00** | - | - | - |
| S K Fincap Advisors Pvt Ltd/ 14.11.2024 | NCDs for ₹ 360 lakhs issued @ coupon rate 5% p.a. Face value: ₹ 1,00,000/- each | 360.00** | - | - | - |

- ** NCDs for ₹ 600 lakhs are payable from out of the proceeds of redemption of Security Receipts in PARAS 153 Trust and secured by hypothecation of cash flows from PARAS 153 Trust.
- SRs of value ₹15879.91 lakhs are common security for NCDs of ₹ 5225 lakhs issued to Blacksoil Capital Pvt Ltd. and NCDs of ₹ 2775 lakhs to Blacksoil India Credit Fund.
- NCDs issued to Blacksoil Capital Pvt Ltd., and Blacksoil India Credit Fund are secured by the personal guarantee of Sri. MSRV Prasad, Director.

Disclosure on Repayment schedule of Non-Convertible Debentures (NCDs) as on 31.03.2024. All NCDs are issued at par on private placement basis.

(₹ in Lakhs)

| Name of the investor / Date of allotment | NCDs issued @coupon rate & face value of NCD | NCD's Outstanding as on 31.03.2024 | Value of SR's Pledged | Total no. of installments | Installment amount due during the FY 2024-25 |
|--|---|------------------------------------|-----------------------|---------------------------|--|
| Blacksoil Capital Pvt Ltd.,/ (31.05.2022) | NCDs for ₹1500 lakhs issued @ coupon rate 16.50% p.a. Face value: ₹ 5 lakhs each | 1200.00 | 10257.61 | 5 | 600.00 |
| Blacksoil India Credit Fund.,/ (31.05.2022) | NCDs for ₹1000 lakhs issued @ coupon rate 16.50% p.a. Face value: ₹ 5 lakhs each | 800.00 | | 5 | 400.00 |
| Blacksoil Capital Pvt Ltd./ ₹ 500 lakhs on 29.9.2022 and ₹ 2250 lakhs on 04.12.2023 | NCDs for ₹ 2750 lakhs issued @ coupon rate 16.00% p.a. Face value: ₹ 5 lakhs each | 2700.00 | | 12 | 575.00 |
| Blacksoil India Credit Fund./ ₹ 500 lakhs on 29.9.2022 and ₹ 750 lakhs on 04.12.2023 | NCDs for ₹ 1250 lakhs issued @ coupon rate 16.00% p.a. Face value: ₹ 5 lakhs each | 1200.00 | | 12 | 325.00 |
| Options Exim Pvt Ltd., /09.01.2024 | NCDs for ₹ 9527.50 lakhs issued @ coupon rate 0.01% p.a. Face value: ₹ 10,000/- each | 9527.50** | 9527.50 | - | 9527.50 |
| United Port Services Pvt Ltd., /09.01.2024 | NCDs for ₹ 1642.50 lakhs issued @ coupon rate 0.01% p.a. Face value: ₹ 10,000/- each | 1642.50** | 1642.50 | - | 1642.50 |

- ** NCDs for ₹11170.00 lakhs are payable from out of the proceeds of redemption of Security Receipts pledged to the investors.
- SRs of value ₹ 10257.61 lakhs are common security for NCDs for ₹ 3900 lakhs of Blacksoil Capital Pvt Ltd. and NCDs for ₹ 2000 lakhs of Blacksoil India Credit Fund.
- NCDs issued to Blacksoil Capital Pvt. Ltd., and Blacksoil India Credit Fund are secured by the personal guarantee of Sri. MSRV Prasad, Director.

Notes to financial statements for the year ended 31st March, 2025

5. Other Long-term liabilities & provisions

(₹ in Lakhs)

| Particulars | Non-current portion | | Current portion | |
|-------------|---------------------|------------------|------------------|------------------|
| | As at 31.03.2025 | As at 31.03.2024 | As at 31.03.2025 | As at 31.03.2024 |
| Total | - | - | - | - |

6. Short-term borrowings (Secured)

(₹ in Lakhs)

| Particulars | As at 31.03.2025 | As at 31.03.2024 |
|--|------------------|------------------|
| Secured Overdraft from Union Bank of India | 4761.37 | 2989.34 |
| Current maturities of NCDs | | |
| NCDs issued to Blacksoil Capital Pvt Ltd., | 2883.33 | 1175.00 |
| NCDs issued to Blacksoil (India) Credit Fund., | 1583.34 | 725.00 |
| NCDs issued to Options Exim Pvt Ltd., | - | 9527.50 |
| NCDs issued to United Port Services Pvt Ltd., | - | 1642.50 |
| Total | 9228.04 | 16059.34 |

- Overdraft is secured by way of pledge of Security Receipts to the extent of 150% of the overdraft amount and hypothecation of present and future Financial Assets. Further secured by cash collateral of 5% of the limit, mortgage of company's Registered Office premises and personal guarantee of Sri. M.S.R.V. Prasad, Director. Rate of interest is 1year MCLR (presently 8.95%) + 2.20 % p.a. = 11.15% p.a. Over Draft limit is ₹ 50.00 Crores, renewable every year.
- Quarterly statements submitted to bank for availing Overdraft facility agree with books of account.

7. Trade payables

(₹ in Lakhs)

| Particulars | As at 31-03-2025 | | As at 31-03-2024 | |
|---|------------------|---|------------------|---|
| | Details | ₹ | Details | ₹ |
| (A) Total outstanding dues of Micro and Small Enterprises | - | - | - | - |
| (B) Total outstanding dues other than Micro and Small Enterprises | - | - | - | - |
| Total | - | - | - | - |

Disclosure of Trade payables as required under section 22 of Micro, Small and Medium Enterprises Development (MSMED) Act, 2006, based on the information available with the company regarding the status of suppliers.

| Particulars | As at 31-03-2025 | As at 31-03-2024 |
|--|------------------|------------------|
| (a) Principal amount and interest due thereon remaining unpaid but not due as at year end | NIL | NIL |
| (b) Interest paid in terms of Section 16 of MSMED Act, 2006 along with the amount of the payment made to the supplier beyond the appointed day during the year not due as at year end | NIL | NIL |
| (c) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act | NIL | NIL |
| (d) Interest accrued and remaining unpaid at the end of the year | NIL | NIL |
| (e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of Micro, Small and Medium Enterprises Development Act, 2006. | NIL | NIL |

Unbilled trade payables as on 31.03.2025: Nil

8. Other current liabilities

(₹ in Lakhs)

| Particulars | As at 31.03.2025 | As at 31.03.2024 |
|---|------------------|------------------|
| Money received from guarantors of Sagar Power (Neerukatte) Pvt Ltd. | - | 780.00 |
| Money received from sale of assets in Targof Pure Drugs Ltd. | 202.50 | 202.50 |
| Money payable to PARAS-SBIKG-033 Trust * | 23.35 | 22.37 |
| Money payable to Sekhar Stores | 9.31 | 18.91 |
| Money received towards sale of assets | 2046.30 | 1075.97 |
| a) Statutory dues payable | | |
| a. Tax deducted at Source | 23.28 | 19.96 |
| b. Profession Tax | 0.03 | 0.03 |
| c. GST | 478.45 | 114.11 |
| b) Others | | |
| a. Interest accrued on NCDs but not due | 120.89 | 62.75 |
| b. Others | 47.62 | 35.35 |
| Total | 2951.73 | 2331.95 |

***Note:** ₹ 15 lakhs received and placed as a deposit in a bank with auto renewal every 91 days as per Court direction in PARAS-SBIKG-033 Trust (Deposit Value as on 31.03.2024 is ₹ 22.37 lakhs).

9. Short term provisions

(₹ in Lakhs)

| Particulars | As at 31.03.2025 | As at 31.03.2024 |
|--|------------------|------------------|
| Income tax net of prepaid taxes | 513.50 | 210.46 |
| Gratuity and Leave encashment premium payable to LIC | 30.90 | 22.90 |
| Total | 544.40 | 233.36 |

Notes to financial statements for the year ended 31 st March, 2025

Note 10: Property, Plant & Equipment

(₹. In Lakhs)

| Description | Gross Block | | | Depreciation | | | | Net Block | | |
|------------------------------|---------------------|-----------|-----------|---------------------|--------------------|-----------------|-----------|--------------------|---------------------|---------------------|
| | As at 31.03.2024 | Additions | Deletions | As at 31.03.2025 | Upto 31.03.2024 | For the Year | Deletions | Upto 31.03.2025 | As at 31.03.2025 | As at 31.03.2024 |
| A - Tangible Assets | | | | | | | | | | |
| Buildings | 586.68 | - | - | 586.68 | 101.92 | 9.29 | - | 111.21 | 475.47 | 484.76 |
| Furniture and Fixtures | 143.12 | - | - | 143.12 | 130.27 | 1.01 | - | 131.28 | 11.84 | 12.85 |
| Data Processing Equipment | 24.57 | 2.62 | - | 27.19 | 21.96 | 0.98 | - | 22.94 | 4.25 | 2.61 |
| Office Equipment | 15.79 | - | - | 15.79 | 15.22 | - | - | 15.22 | 0.57 | 0.57 |
| Vehicles | 20.87 | - | - | 20.87 | 19.67 | 0.06 | - | 19.73 | 1.14 | 1.20 |
| Library | 0.23 | - | - | 0.23 | 0.23 | - | - | 0.23 | - | - |
| Total (A) | 791.26 | 2.62 | - | 793.88 | 289.27 | 11.34 | - | 300.61 | 493.27 | 501.99 |

B- Intangible Assets

| Description | Gross Block | | | Depreciation | | | Net Block | | | |
|-------------------|---------------------|-----------|-----------|---------------------|--------------------|-----------------|-----------|--------------------|---------------------|---------------------|
| | As at 31.03.2024 | Additions | Deletions | As at 31.03.2025 | Upto 31.03.2024 | For the Year | Deletions | Upto 31.03.2025 | As at 31.03.2025 | As at 31.03.2024 |
| Computer software | 60.60 | - | - | 60.60 | 56.54 | 0.57 | - | 57.11 | 3.49 | 4.06 |
| Total (B) | 60.60 | - | - | 60.60 | 56.54 | 0.57 | - | 57.11 | 3.49 | 4.06 |
| Grand Total (A+B) | 851.86 | 2.62 | - | 854.48 | 345.81 | 11.91 | - | 357.72 | 496.76 | 506.05 |

Note 10A: All the Property, plant & equipment are owned by the company. Further, the company does not hold any benami property and no proceedings have been initiated or pending against the company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended from time to time) and the rules made thereunder.

10B: The title deeds of all the immovable properties are held in the name of the company.

10C: There are no intangible assets under development as at 31st March, 2025. (Previous year - Nil)

10D: The Company has not revalued its property, plant & equipment and intangible assets during the year under report and the immediately preceding year.

10E: There is no Capital works in progress during the year and the previous year.

Notes to financial statements for the year ended 31 st March, 2024

Note 10: Property, Plant & Equipment

(₹. In Lakhs)

| Description | Gross Block | | | Depreciation | | | | Net Block | | |
|------------------------------|---------------------|-------------|-----------|---------------------|--------------------|-----------------|-----------|--------------------|---------------------|---------------------|
| | As at 31.03.2023 | Additions | Deletions | As at 31.03.2024 | Upto 31.03.2023 | For the Year | Deletions | Upto 31.03.2024 | As at 31.03.2024 | As at 31.03.2023 |
| A-Tangible Assets | | | | | | | | | | |
| Buildings | 586.68 | - | - | 586.68 | 92.63 | 9.29 | - | 101.92 | 484.76 | 494.05 |
| Furniture and Fixtures | 137.11 | 6.01 | - | 143.12 | 122.70 | 7.57 | - | 130.27 | 12.85 | 14.41 |
| Data Processing Equipment | 23.65 | 0.92 | - | 24.57 | 19.66 | 2.30 | - | 21.96 | 2.61 | 3.99 |
| Office Equipment | 15.79 | - | - | 15.79 | 15.22 | - | - | 15.22 | 0.57 | 0.57 |
| Vehicles | 20.87 | - | - | 20.87 | 19.61 | 0.06 | - | 19.67 | 1.20 | 1.26 |
| Library | 0.23 | - | - | 0.23 | 0.23 | - | - | 0.23 | - | - |
| Total (A) | 784.33 | 6.93 | - | 791.26 | 270.05 | 19.22 | - | 289.27 | 501.99 | 514.28 |

B- Intangible Assets

| Description | Gross Block | | | Depreciation | | | | Net Block | | |
|-------------------|---------------------|-----------|-----------|---------------------|--------------------|-----------------|-----------|--------------------|---------------------|---------------------|
| | As at 31.03.2023 | Additions | Deletions | As at 31.03.2024 | Upto 31.03.2023 | For the Year | Deletions | Upto 31.03.2024 | As at 31.03.2024 | As at 31.03.2023 |
| Computer software | 59.69 | 0.91 | - | 60.60 | 55.42 | 1.12 | - | 56.54 | 4.06 | 4.27 |
| Total (B) | 59.69 | 0.91 | - | 60.60 | 55.42 | 1.12 | - | 56.54 | 4.06 | 4.27 |
| Grand Total (A+B) | 844.02 | 7.84 | - | 851.86 | 325.47 | 20.34 | - | 345.81 | 506.05 | 518.55 |

Notes to financial statements for the year ended 31st March, 2025

Note 11: Investments

(₹ in Lakhs)

| Particulars | Non-Current | | Current | |
|---|---------------------|---------------------|---------------------|---------------------|
| | As at 31.03.2025 | As at 31.03.2024 | As at 31.03.2025 | As at 31.03.2024 |
| A. Investment in special purpose vehicles (valued at cost and fully paid up unless stated otherwise)Unquoted security receipts (SRs) | | | | |
| 1) PARAS-SOUB-055 Trust 0 (31 March 2024: 190) SRs of ₹1,00,000/- each | - | - | - | 190.00 |
| 2) PARAS-MLA-060 Trust 0 (31 March 2024: 120) SRs of ₹1,000/- each | - | - | - | 1.20 |
| 3) PARAS-JSL-061 Trust 0 (31 March 2024: 44715) SRs of ₹1,000/- each | - | - | - | 447.15 |
| 4) PARAS-AWL-065 Trust 0 (31 March 2024: 480) SRs of ₹1,00,000/- each | - | - | - | 480.00 |
| 5) PARAS-VBI-067 Trust 0 (31 March 2024: 4050) SRs of ₹1,000/- each | - | 40.50 | - | - |
| 6) PARAS-MAIPL-071 Trust 0 (31 March 2024: 1915) SRs of ₹1,000/- each | - | - | - | 19.15 |
| 7) PARAS-VHPL-072 Trust 443 (31 March 2024: 443) SRs of ₹1,00,000/- each | - | - | 443.00 | 443.00 |
| 8) PARAS-SIPPL-073 Trust 99 (31 March 2024: 99) SRs of ₹1,00,000/- each | - | 99.00 | 99.00 | - |
| 9) PARAS-VEAL-075 Trust 8325 (31 March 2024: 8325) SRs of ₹1,000/- each | - | - | 83.25 | 83.25 |
| 10) PARAS-SBPL-076 Trust 8655 (31 March 2024: 8655) SRs of ₹1,000/- each | - | - | 86.55 | 86.55 |
| 11) PARAS-SSDF-080 Trust 165 (31 March 2024: 465) SRs of ₹1,000/- each | - | - | 1.65 | 4.65 |
| 12) PARAS-DTPL-082 Trust 31500 (31 March 2024: 31500) SRs of ₹1,000/- each | 315.00 | 315.00 | - | - |
| 13) PARAS-MRC-084 Trust 712 (31 March 2024: 712) SRs of ₹1,000/- each | - | - | 7.12 | 7.12 |
| 14) PARAS-SPKHL-085 Trust 30120 (31 March 2024: 30120) SRs of ₹1,000/- each | - | - | 301.20 | 301.20 |
| 15) PARAS-VAP-086 Trust 3525 (31 March 2024: 3525) SRs of ₹1,000/- each | - | - | 35.25 | 35.25 |
| 16) PARAS-RC-090 Trust 1120 (31 March 2024 : 1735) SRs of ₹1,000/- each | - | - | 11.20 | 17.35 |
| 17) PARAS-CRD - 092 Trust 3750 (31 March 2024: 3750) SRs of ₹1,000/- each | - | - | 37.50 | 37.50 |
| 18) PARAS-GS-093 Trust 3450 (31 March 2024: 3450) SRs of ₹1,000/- each | - | - | 34.50 | 34.50 |
| 19) PARAS-SPMPL-094 Trust 2550 (31 March 2024: 2550) SRs of ₹1,000/- each | - | - | 25.50 | 25.50 |
| 20) PARAS-NPPL-095 Trust 0 (31 March 2024: 5985) SRs of ₹1,000/- each | - | - | - | 29.85 |
| CF | 315.00 | 454.50 | 1165.72 | 2243.22 |

Notes to financial statements for the year ended 31st March, 2025

(₹ in Lakhs)

| Particulars | Non-Current | | Current | |
|---|---------------------|---------------------|---------------------|---------------------|
| | As at 31.03.2025 | As at 31.03.2024 | As at 31.03.2025 | As at 31.03.2024 |
| BF | 315.00 | 454.50 | 1165.72 | 2243.22 |
| 21) PARAS-DFPPL-096 Trust 13500 (31 March 2024: 13500) SRs of ₹1,000/- each | - | 135.00 | 135.00 | - |
| 22) PARAS-VCML-097 Trust 5475 (31 March 2024: 5475) SRs of ₹1,000/- each | - | - | 54.75 | 54.75 |
| 23) PARAS-VPPL-099 Trust 12002 (31 March 2024: 12002) SRs of Rs. 1,000/- each | 120.02 | 120.02 | - | - |
| 24) PARAS-GTKVB-100 Trust 1125 (31 March 2024: 2117) SRs of Rs. 10,000/- each | 37.50 | 94.50 | 75.00 | 117.20 |
| 25) PARAS-RTKVB-101 Trust 1725 (31 March 2024: 1725) SRs of ₹1,000/- each | - | - | 17.25 | 17.25 |
| 26) PARAS-NTKVB-103 Trust 25173 (31 March 2024: 25173) SRs of ₹1,000/- each | 51.73 | 51.73 | 200.00 | 200.00 |
| 27) PARAS-SNV-104 Trust 3675 (31 March 2024 : 3675) SRs of ₹1,000/- each | 36.75 | 36.75 | - | - |
| 28) PARAS-SVRTC-105 Trust 3675 (31 March 2024 : 3675) SRs of ₹1,000/- each | 36.75 | 36.75 | - | - |
| 29) PARAS-HCT-106 Trust 0 (31 March 2024 : 195) SRs of ₹10,000/- each | - | - | - | 19.50 |
| 30) PARAS-SVCM-107 Trust 0 (31 March 2024 : 1725) SRs of ₹1,000/- each | - | - | - | 17.25 |
| 31) PARAS-SLNGM-109 Trust 0 (31 March 2024 : 2985) SRs of ₹1,000/- each | - | - | - | 29.85 |
| 32) PARAS-SAA-110 Trust 3405 (31 March 2024 : 3405) SRs of ₹1,000/- each | 34.05 | 34.05 | - | - |
| 33) PARAS-CEF-112 Trust 0 (31 March 2024 : 10) SRs of ₹1,00,000/- each | - | - | - | 10.00 |
| 34) PARAS-SKE-113 Trust 5625 (31 March 2024 : 5625) SRs of ₹1,000/- each | 56.25 | 56.25 | - | - |
| 35) PARAS-SEKVB-114 Trust 0 (31 March 2024 : 23) SRs of ₹1,00,000/- each | - | 23.00 | - | - |
| 36) PARAS-MKS-115 Trust 135 (31 March 2024 : 135) SRs of ₹10,000/- each | 13.50 | 13.50 | - | - |
| 37) PARAS-SSKVB-116 Trust 0 (31 March 2024 : 39) SRs of ₹1,00,000/- each | - | 39.00 | - | - |
| 38) PARAS-SBISEWCT - 119 Trust 221 (31 March 2024 : 221) SRs of ₹10,000/- each | 22.10 | 22.10 | - | - |
| 39) PARAS-132 Trust 21995 (31 March 2024 : 63582) SRs of ₹1,000/- each | - | 400.70 | 219.95 | 235.12 |
| 40) PARAS-133 Trust 20731 (31 March 2024 : 23293) SRs of ₹1,000/- each | 200.00 | 200.00 | 7.31 | 32.93 |
| 41) PARAS-134 Trust 85300 (31 March 2024 : 107700) SRs of ₹1,000/- each | 500.00 | 517.00 | 353.00 | 560.00 |
| 42) PARAS-135 Trust 30031 (31 March 2024 : 53368) SRs of ₹1,000/- each | 100.31 | 233.68 | 200.00 | 300.00 |
| CF | 1523.96 | 24685.53 | 2427.98 | 3837.07 |

Notes to financial statements for the year ended 31st March, 2025

(₹ in Lakhs)

| Particulars | Non-Current | | Current | |
|--|---------------------|---------------------|---------------------|---------------------|
| | As at 31.03.2025 | As at 31.03.2024 | As at 31.03.2025 | As at 31.03.2024 |
| BF | 1523.96 | 24685.53 | 2427.98 | 3837.07 |
| 43) PARAS-136 Trust 405000 (31 March 2024 : 405000) SRs of ₹1,000/- each | 2050.00 | 4050.00 | 2000.00 | - |
| 44) PARAS-137 Trust 45000 (31 March 2024 : 45000) SRs of ₹1,000/- each | 450.00 | 450.00 | - | - |
| 45) PARAS-138 Trust 139433 (31 March 2024 : 186793) SRs of ₹1,000/- each | 1094.33 | 1567.93 | 300.00 | 300.00 |
| 46) PARAS-139 Trust 23905 (31 March 2024 : 25533) SRs of ₹1,000/- each | - | - | 239.05 | 255.33 |
| 47) PARAS-140 Trust 232500 (31 March 2024 : 232500) SRs of ₹1,000/- each | 2325.00 | 2325.00 | - | - |
| 48) PARAS-141 Trust 96674 (31 March 2024 : 0) SRs of ₹1,000/- each | 466.74 | - | 500.00 | - |
| 49) PARAS-142 Trust 13000 (31 March 2024 : 0) SRs of ₹1,000/- each | 130.00 | - | - | - |
| 50) PARAS-143 Trust 117947 (31 March 2024 : 202650) SRs of ₹1,000/- each | 179.47 | 1026.50 | 1000.00 | 1000.00 |
| 51) PARAS-144 Trust 144709 (31 March 2024 : 150420) SRs of ₹1,000/- each | 1247.09 | 1304.20 | 200.00 | 200.00 |
| 52) PARAS-145TrustSeries-A 5175 (31 March 2024 : 180200) SRs of ₹1,000/- each | - | 1002.00 | 51.75 | 800.00 |
| 53) PARAS-145 Trust Series B 70500 (31 March 2024 : 70500) SRs of ₹1,000/- each | 705.00 | 705.00 | - | - |
| 54) PARAS-146 Trust 2045 (31 March 2024: 2045) SRs of ₹1,000/- each | 20.45 | 20.45 | - | - |
| 55) PARAS-147 Trust 30561 (31 March 2024: 52178) SRs of ₹1,000/- each | 105.61 | 321.78 | 200.00 | 200.00 |
| 56) PARAS-148 Trust 24583 (31 March 2024: 0) SRs of ₹1,000/- each | - | - | 245.83 | - |
| 57) PARAS-149 Trust 83174 (31 March 2024: 0) SRs of ₹1,000/- each | 831.74 | - | - | - |
| 58) PARAS-150 Trust 49352 (31 March 2024: 0) SRs of ₹1,000/- each | - | - | 493.52 | - |
| 59) PARAS-151 Trust 73762 (31 March 2024: 0) SRs of ₹1,000/- each | 500.00 | - | 237.62 | - |
| 60) PARAS-152 Trust 99385 (31 March 2024: 0) SRs of ₹1,000/- each | 493.85 | - | 500.00 | - |
| 61) PARAS-153 Trust 358800 (31 March 2024: 0) SRs of ₹1,000/- each | 1000.00 | - | 2588.00 | - |
| 62) PARAS-154 Trust 84484 (31 March 2024: 0) SRs of ₹1,000/- each | 500.00 | - | 344.84 | - |
| 63) PARAS-155 Trust 48836 (31 March 2024: 0) SRs of ₹1,000/- each | - | - | 488.36 | - |
| 64) PARAS-156 Trust 43207 (31 March 2024: 0) SRs of ₹1,000/- each | - | - | 432.07 | - |
| 65) PARAS-157 Trust 67439 (31 March 2024: 0) SRs of ₹1,000/- each | - | - | 674.39 | - |
| CF | 13623.24 | 15241.39 | 12923.41 | 6592.40 |

Notes to financial statements for the year ended 31st March, 2025

(₹ in Lakhs)

| Particulars | Non-Current | | Current | |
|--|---------------------|---------------------|---------------------|---------------------|
| | As at 31.03.2025 | As at 31.03.2024 | As at 31.03.2025 | As at 31.03.2024 |
| BF | 13623.24 | 15241.39 | 12923.41 | 6592.40 |
| 66) PARAS-158 Trust 49804 (31 March 2024: 0) SRs of ₹1,000/- each | 498.04 | - | - | - |
| 67) PARAS-159 Trust Series -B 29873 (31 March 2024: 0) SRs of ₹1,000/- each | 298.73 | - | - | - |
| 68) PARAS-160 Trust 201146 (31 March 2024: 0) SRs of ₹1,000/- each | 1611.46 | - | 400.00 | - |
| 69) PARAS-161 Trust 91475 (31 March 2024: 0) SRs of ₹1,000/- each | 814.75 | - | 100.00 | - |
| 70) PARAS-162 Trust Series -A 55008 (31 March 2024: 0) SRs of ₹1,000/- each | 550.08 | - | - | - |
| 71) PARAS-162 Trust Series -B 51000 (31 March 2024: 0) SRs of ₹1,000/- each | 410.00 | - | 100.00 | - |
| 72) PARAS-163 Trust 70300 (31 March 2024: 0) SRs of ₹1,000/- each | 603.00 | - | 100.00 | - |
| 73) PARAS-164 Trust 92870 (31 March 2024: 0) SRs of ₹1,000/- each | 728.70 | - | 200.00 | - |
| 74) PARAS-165 Trust 94029 (31 March 2024: 0) SRs of ₹1,000/- each | 740.29 | - | 200.00 | - |
| 75) PARAS-166 Trust 90400 (31 March 2024: 0) SRs of ₹1,000/- each | 804.00 | - | 100.00 | - |
| 76) PARAS-169 Trust 95179 (31 March 2024: 0) SRs of ₹1,000/- each | 851.79 | - | 100.00 | - |
| 77) PARAS-170 Trust 85500 (31 March 2024: 0) SRs of ₹1,000/- each | 755.00 | - | 100.00 | - |
| 78) PARAS-171 Trust 91500 (31 March 2024: 0) SRs of ₹1,000/- each | 815.00 | - | 100.00 | - |
| 79) PARAS-172 Trust 79500 (31 March 2024: 0) SRs of ₹1,000/- each | 695.00 | - | 100.00 | - |
| 80) PARAS-173 Trust 52500 (31 March 2024: 0) SRs of ₹1,000/- each | 425.00 | - | 100.00 | - |
| Total | 24224.08 | 15241.39 | 14623.41 | 6592.40 |
| Less: Provision on SRs due to downgrade in rating | 294.35 | 258.23 | 896.61 | 338.81 |
| Investment in Security Receipts-ACRE-112 Trust | - | - | - | 11170.00 |
| Total of investments in SRs net of provisions | 23929.73 | 14983.16 | 13726.80 | 17423.59 |
| Investment in HDFC Liquid Fund - Growth | - | - | - | 1700.00 |
| Total of investments | 23929.73 | 14983.16 | 13726.80 | 19123.59 |

Out of the above SRs of ₹ 376.57 crores outstanding as on 31.03.2025, (₹ 324.07 crores as on 31.03.2024) SRs of ₹ 80.55 crores are pledged with Union Bank of India. (₹ 71.92 crores as on 31.03.2024). SRs of ₹158.80 crores pledged as security for NCDs issued (214.28 Crores as on 31.03.2024)

Notes to financial statements for the year ended 31st March, 2025

12. Loan and Advances

(₹ in Lakhs)

| Particulars | Non-Current Portion | | Current Portion | | Total | |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| | As at 31.03.2025 | As at 31.03.2024 | As at 31.03.2025 | As at 31.03.2024 | As at 31.03.2025 | As at 31.03.2024 |
| (A) Financial Assets (Secured considered good) | | | | | | |
| Loan Assets (A) | - | - | - | - | - | - |
| (B) Security Deposits | | | | | | |
| Unsecured considered good | 1.23 | 1.23 | 10.00 | - | 11.23 | 1.23 |
| (B) | 1.23 | 1.23 | 10.00 | - | 11.23 | 1.23 |
| (C) Other Loans and Advances | | | | | | |
| Prepaid Expenses | - | - | 11.06 | 13.65 | 11.06 | 13.65 |
| Advance for Expenses | - | - | 30.15 | 1.00 | 30.15 | 1.00 |
| (C) | - | - | 41.21 | 14.65 | 41.21 | 14.65 |
| Total (A+B+C) | 1.23 | 1.23 | 51.21 | 14.65 | 52.44 | 15.88 |

13. Other Assets

(₹ in Lakhs)

| Particulars | Non-Current Portion | | Current Portion | |
|---|---------------------|---------------------|---------------------|---------------------|
| | As at 31.03.2025 | As at 31.03.2024 | As at 31.03.2025 | As at 31.03.2024 |
| A. Unsecured and considered good Expenses recoverable from trusts managed by the company | | | | |
| Unsecured, considered good (A) | 2.32 | 4.07 | - | - |
| (A) | 2.32 | 4.07 | - | - |
| B. Others | | | | |
| Other Receivables | - | - | 1.90 | - |
| GST Input Tax Receivable | - | - | 12.06 | - |
| (B) | - | - | 13.96 | - |
| Total (A +B) | 2.32 | 4.07 | 13.96 | - |

Notes to financial statements for the year ended 31st March, 2025

14. Other Investments

(₹ in Lakhs)

| Particulars | As at 31.03.2025 | As at 31.03.2024 |
|--------------------------|------------------|------------------|
| Investment in properties | - | 1740.11 |

15. Trade Receivables (Unsecured, considered Good)

(₹ in Lakhs)

| Particulars | As at 31.03.2025 | As at 31.03.2024 |
|--|------------------|------------------|
| Recoverable from Trusts managed by the company | 3712.56 | 3646.96 |
| Others | - | - |
| Total | 3712.56 | 3646.96 |

Trade Receivables ageing schedule as on 31.03.2025

(₹ in Lakhs)

| Particulars | Outstanding for following periods from due date of payment | | | | | | Total |
|---|--|--------------------|------------------|-----------|-----------|-------------------|---------|
| | Not due | Less than 6 months | 6 months -1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) Undisputed Trade receivables – considered good | - | 2328.04 | 586.02 | 268.94 | 105.99 | 423.57 | 3712.56 |
| (ii) Undisputed Trade receivables – considered doubtful | - | - | - | - | - | - | - |
| (iii) Disputed Trade receivables – considered good | - | - | - | - | - | - | - |
| (iv) Disputed Trade receivables – considered doubtful | - | - | - | - | - | - | - |

Trade Receivables ageing schedule as on 31.03.2024

(₹ in Lakhs)

| Particulars | Outstanding for following periods from due date of payment | | | | | | Total |
|---|--|--------------------|------------------|-----------|-----------|-------------------|---------|
| | Not due | Less than 6 months | 6 months -1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) Undisputed Trade receivables – considered good | - | 1760.50 | 1272.50 | 117.61 | 84.15 | 412.20 | 3646.96 |
| (ii) Undisputed Trade receivables – considered doubtful | - | - | - | - | - | - | - |
| (iii) Disputed Trade receivables – considered good | - | - | - | - | - | - | - |
| (iv) Disputed Trade receivables – considered doubtful | - | - | - | - | - | - | - |

Notes to financial statements for the year ended 31st March, 2025

16. Cash and Cash Equivalents & Balances with Banks

(₹ in Lakhs)

| Particulars | As at 31.03.2025 | As at 31.03.2024 |
|--------------------------------------|------------------|------------------|
| Cash and cash equivalents | | |
| Balances with Banks | | |
| In current accounts | 506.68 | 3510.52 |
| Earmarked bank balances [@] | 304.53 | 95.16 |
| Bank balances [#] | 352.98 | 332.69 |
| Cash on hand | 0.41 | 0.81 |
| Total | 1164.60 | 3939.18 |

Note @: Amount deposited with Bank towards Debenture redemption reserve.

Note # : Bank balances includes (i) fixed deposit of ₹ 23.35 lakhs (PY 22.37 lakhs) received and deposited in Bank as per Court direction in SBIKG-033 Trust and (ii) deposit of ₹ 329.63 lakhs pledged to Union Bank of India as cash collateral for SOD facility (PY ₹ 310.32 lakhs)

17. Revenue from operations

(₹ in Lakhs)

| Particulars | Current year 2024-25 | Previous year 2023-24 |
|--|-------------------------|--------------------------|
| Interest earned | 77.88 | 212.04 |
| Gain on Redemption of Security Receipts (Refer Note 17 A) (PY: Refer Note 17 B) | 82478.61 | 1315.86 |
| Incentive | 728.76 | 405.18 |
| Income from recovery in written off accounts | 151.80 | 996.10 |
| Advisory & consultancy /up-front fee | 255.00 | 190.00 |
| (A) | 83692.05 | 3119.18 |
| Other Financial Services | | |
| Management Fee | 8973.47 | 5143.21 |
| (B) | 8973.47 | 5143.21 |
| Total (A+B) | 92665.52 | 8262.39 |

Note 17 A: Gain of Rs.82478.61 lakhs includes gain of ₹ 82154.29 lakhs received from investment in SRs in ACRE 112 Trust and the same is transferred to the investors as additional interest on NCDs. (Refer note 20A)

Note 17 B: In the previous year the company invested ₹ 6907.50 lakhs in Security Receipts of PARAS-126 Trust through issue of NCDs for ₹ 6907.50 lakhs. The total gain of ₹ 1210.36 lakhs on resolution of debt in the trust account is transferred to investor of NCDs as per the terms of offer of NCDs.

Notes to financial statements for the year ended 31st March, 2025

18. Other Income

(₹ in Lakhs)

| Particulars | Current year 2024-25 | Previous year 2023-24 |
|--|-------------------------|--------------------------|
| Interest on FDs with Banks | 64.01 | 30.76 |
| Short term Gain on Mutual Funds | 68.44 | 35.02 |
| Profit from sale of investment in property | 109.89 | - |
| Others | 11.32 | 16.93 |
| Total | 253.66 | 82.71 |

19. Employee benefits expenses

(₹ in Lakhs)

| Particulars | Current year 2024-25 | Previous year 2023-24 |
|--|-------------------------|--------------------------|
| Salaries and wages | 198.56 | 193.64 |
| Remuneration to Directors | 39.06 | 59.58 |
| Contribution to gratuity and leave encashment fund | 26.34 | 40.45 |
| Staff Welfare | 4.37 | 5.13 |
| Total | 268.33 | 298.80 |

20. Finance costs

(₹ in Lakhs)

| Particulars | Current year 2024-25 | Previous year 2023-24 |
|------------------------------------|-------------------------|--------------------------|
| Interest on NCDs (Refer Note 20 A) | 83215.90 | 718.21 |
| Interest expense on: Overdraft | 135.21 | 16.18 |
| Bank charges | 32.27 | 40.90 |
| Upfront coupon on NCDs | 50.00 | 30.00 |
| Total | 83433.38 | 805.29 |

Note 20 A: Interest on NCDs includes additional interest of ₹ 82154.29 lakhs paid on NCDs issued for investment in SRs in ACRE 112 Trust.

21. Other Expenses

(₹ in Lakhs)

| Particulars | Current year 2024-25 | Previous year 2023-24 |
|-----------------------------------|-------------------------|--------------------------|
| Customer service expenditure | 2.91 | 2.04 |
| Electricity, water, house keeping | 10.55 | 9.68 |
| Rates and taxes | 5.51 | 9.09 |
| Repairs and maintenance – Others | 12.24 | 11.53 |
| Vehicle maintenance | 6.87 | 3.21 |
| Office premises maintenance | 10.73 | 10.73 |
| Insurance | 1.63 | 1.72 |
| Travelling and conveyance | 3.44 | 3.57 |
| Communication costs | 3.36 | 3.28 |
| Enforcement of Security expenses | - | 15.82 |
| Legal and professional charges | 12.34 | 13.52 |
| Advisor and consultants fee | 554.59 | 171.55 |

Notes to financial statements for the year ended 31st March, 2025

| Particulars | Current year 2024-25 | Previous year 2023-24 |
|--|-------------------------|--------------------------|
| Directors' sitting fees | 51.99 | 50.25 |
| Printing and stationery | 4.14 | 4.34 |
| Security expenses | 2.40 | 3.27 |
| Contributions under CSR Scheme | 57.19 | 31.98 |
| Donations | 25.00 | - |
| Reversal of unrealized management fee and expenses | 94.87 | 56.13 |
| Provision on SRs | 593.93 | 269.63 |
| Security Receipts written off | 888.85 | 912.43 |
| Fee paid to MCA for increase in authorized capital | - | 42.50 |
| Payments to Statutory Auditors | | |
| Audit fee | 5.45 | 5.45 |
| Tax Audit Fee | 0.25 | 0.25 |
| GST Audit and Certification fee | 1.62 | 1.58 |
| Miscellaneous expenses | 20.31 | 12.64 |
| Total | 2370.17 | 1646.19 |

22. In accordance with the guidelines issued by the Reserve Bank of India, the Security Receipts issued by Trusts which are managed by the Company as managing trustee are to be rated. M/s. India Ratings and Research Pvt. Ltd, M/s. Brickwork Ratings India Pvt. Ltd, and M/s. Infomerics Valuation and Rating Pvt Ltd are engaged for credit rating of SRs of Trusts.
23. Differences in the number of security receipts between books of accounts and NSDL records are due to non updation in NSDL records.
24. Certain payables are subject to balance confirmations.

25. Additional Regulatory Information:

- a) Company has no transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956,
- b) No charges or satisfaction is yet to be registered with Registrar of Companies beyond the statutory period.
- c) The company has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013) either severally or jointly with any other person, that are repayable on demand or without specifying any terms or period of repayment.
- d) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- e) The company is not declared as wilful defaulter by any bank or financial institution or other lenders.
- f) The Company has no subsidiary companies and accordingly, the provisions of clause (87) of the section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017 are not applicable.
- g) No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding, whether recorded

Notes to financial statements for the year ended 31st March, 2025

in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries).

- h) The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- i) There are no transactions that are not recorded in the books of account and have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- j) There is no Scheme of Arrangements that has been approved in terms of sections 230 to 237 of the Companies Act, 2013.
- k) Proceeds from debt instruments issued during the year have been utilized for the purpose for which they are obtained.

l) Accounting Ratios:

| Ratio type | Numerator | Denominator | Figures at the end of the current year 31.03.2025 | Figures at the end of the previous year 31.03.2024 | % variance | Reasons for variance above 25% |
|--|--|---|--|---|------------|---|
| Current Ratio (in times) | Total current assets | Total Current liabilities | 1.47 | 1.43 | +2.80 | |
| Debt-Equity Ratio (in times) | Total debt, debt consists of borrowings and lease liabilities | Total equity | 0.16 | 0.22 | 27.27% | Debt equity improved due to increase in equity and net worth. |
| Debt Service Coverage Ratio (in times) | Earnings before interest, tax, depreciation & non cash expenditure, income | Debt service = Interest and lease payments + Principal repayments | 1.02 | 0.17 | -500% | In FY 2025, there has been a substantial increase in "Earnings before interest, tax, depreciation & non cash expenditure" due to inclusion of interest on NCDs of Rs.821.54 Cr related to ACRE 112 Trust in finance cost. |
| Return on Equity Ratio (in %) | Net profit after taxes | Average total equity | 19.08 | 19.38 | -1.54 | |
| Inventory turnover ratio (in times) | Cost of Goods sold | Average Inventory | NA | NA | NA | No inventory |

| | | | | | | |
|--|---|--|--------|-------|---------|--|
| Trade Receivables turnover ratio (in times) | Total Income | Average trade receivables | 25.25 | 3.46 | -630% | In FY 2025, there has been a substantial increase in total income due to inclusion of gain of ₹ 821.54 Cr. from investment in SRs in ACRE 112 Trust backed by NCDs, hence the variation. |
| Trade payables turnover ratio (in times) | Net credit purchase | Average Trade Payables | Nil | Nil | Nil | Nil |
| Net capital turnover ratio (in times) | Total Income | Average working capital (i.e. Total current assets less Total current liabilities) | 15.63 | 1.03 | +1417% | In FY 2025, there has been a substantial increase in total income due to inclusion of gain of ₹ 821.54 Cr. from investment in SRs in ACRE 112 Trust backed by NCDs, hence the variation. |
| Net profit ratio (in %) | Net profit after taxes | Total Income | 0.05 | 49.76 | -99.89% | In FY 2025, there has been a substantial increase in total income due to inclusion of gain of ₹ 821.54 Cr. from investment in SRs in ACRE 112 Trust backed by NCDs, hence the current year total income varies from total income of previous year. |
| Return on Capital employed (in %) | Earnings before interest and tax | Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability | 297.18 | 25.18 | +1080% | In FY 2025, there has been a substantial increase in "Earnings before interest, tax" due to inclusion of interest on NCDs of Rs.821.54 Cr related to ACRE 112 Trust in finance cost. |
| Return on investment (in %) (In equity & Mutual Funds) | Income generated from invested funds & change value of SRs on making provision. | Average Invested funds | 257.31 | 17.92 | +1335% | In FY 2025, there has been a substantial increase in gain from investments due to inclusion of gain of Rs.821.54 Cr. from investment in SRs in ACRE 112 Trust backed by NCDs, hence the variation. |

Notes to financial statements for the year ended 31st March, 2025

m) Corporate Social Responsibility:

(₹ in Lakhs)

| Particulars | For FY 2024-25 | For FY 2023-24 |
|--|---|---|
| a) Amount required to be spent by the Company during the year | 57.19 | 31.98 |
| b) Amount of expenditure incurred | | |
| i) Construction / acquisition of assets | - | - |
| ii) Other than (i) above | 57.19 | 31.98 |
| c) Shortfall at the end of the year, | Nil | Nil |
| d) Total of previous years shortfall, | Nil | Nil |
| e) Reasons for shortfall, | Nil | Nil |
| f) Nature of CSR activities | a. Medical services b. Vocational training and education c. Education to the poor tribal children d. Construction of crematorium e. Upgradation of patients ward in a cancer hospital | a. Medical services b. Vocational training and education c. Education to the poor tribal children |
| g) Details of related party transactions, | Nil | Nil |
| h) Where a provision is made with respect to a liability incurred by entering a contractual obligation, the movements in the provision during the year shown separately. | Nil | Nil |

Notes to financial statements for the year ended 31st March, 2025

26. **Employee benefits as per AS - 15:** As per actuarial valuation as on 31.03.2025 given by Independent Actuary and recognized in the financial statements in respect of employee gratuity and leave encashment benefit schemes.

i. Change in present value of obligation as on 31.03.2025

(₹ in Lakhs)

| Particulars | As on 31.03.2025 | | As on 31.03.2024 | |
|--|------------------|------------------|------------------|------------------|
| | Gratuity | Leave encashment | Gratuity | Leave encashment |
| Present value of obligations as at the beginning of year | 62.89 | 26.34 | 54.23 | 18.27 |
| Interest cost | 4.26 | 1.41 | 3.55 | 0.66 |
| Current service cost | 7.98 | 5.61 | 7.64 | 3.81 |
| Benefits paid | (5.30) | (12.85) | (10.00) | (18.17) |
| Actuarial (gain)/loss on obligations | 1.12 | 7.85 | 7.47 | 21.77 |
| Present value of obligation as at end of year | 70.95 | 28.36 | 62.89 | 26.34 |

ii. Changes in the fair value of plan assets as at 31.03.2025

(₹ in Lakhs)

| Particulars | As on 31.03.2025 | | As on 31.03.2024 | |
|--|------------------|------------------|------------------|------------------|
| | Gratuity | Leave encashment | Gratuity | Leave encashment |
| Fair value of assets as at the beginning of year | 39.98 | 28.56 | 32.48 | 27.20 |
| Acquisition adjustments | - | (3.45) | - | (0.18) |
| Expected return on plan assets | 2.10 | 1.56 | 2.52 | 1.94 |
| Contributions made during the year | 16.12 | - | 15.00 | 17.76 |
| Benefits paid | (5.30) | (12.85) | (10.00) | (18.17) |
| Actuarial (gain)/loss on plan assets | 1.78 | (0.10) | (0.02) | 0.01 |
| Fair value of plan assets at the end of year | 54.68 | 13.72 | 39.98 | 28.56 |

iii. Fair value of plan assets

(₹ in Lakhs)

| Particulars | As on 31.03.2025 | | As on 31.03.2024 | |
|---|------------------|------------------|------------------|------------------|
| | Gratuity | Leave encashment | Gratuity | Leave encashment |
| Fair value of plan assets as at the beginning of year | 39.98 | 28.56 | 32.48 | 27.20 |
| Acquisition adjustments | - | (3.45) | - | (0.18) |
| Actual return on plan assets | 3.87 | 1.46 | 2.50 | 1.95 |
| Contributions | 16.12 | - | 15.00 | 17.76 |
| Benefits paid | (5.30) | (12.85) | (10.00) | (18.17) |
| Fair value of plan assets at the end of year | 54.68 | 13.72 | 39.98 | 28.56 |
| Funded status | (16.27) | (14.63) | (22.90) | 2.21 |

Notes to financial statements for the year ended 31st March, 2025

iv. Actuarial Gain/Loss recognized as on 31.03.2025

(₹ in Lakhs)

| Particulars | For the year 2024-25 | | For the year 2023-24 | |
|--|----------------------|------------------|----------------------|------------------|
| | Gratuity | Leave encashment | Gratuity | Leave encashment |
| Actuarial (gain)/loss on obligations | 1.12 | 7.85 | (7.47) | (21.77) |
| Actuarial (gain)/loss for the year – plan assets | 1.80 | 0.09 | (0.02) | 0.01 |
| Actuarial (gain)/loss on obligations | (0.68) | 7.94 | (7.49) | (21.76) |
| Actuarial (gain)/loss recognized in the year | (0.68) | 7.94 | (7.49) | (21.76) |

v. The amounts recognized in the balance sheet

(₹ in Lakhs)

| Particulars | As on 31.03.2025 | | As on 31.03.2024 | |
|---|------------------|------------------|------------------|------------------|
| | Gratuity | Leave encashment | Gratuity | Leave encashment |
| Present value of obligations as at the end of year | 70.95 | 28.35 | 62.89 | 26.34 |
| Fair value of plan assets as at the end of the year | 54.68 | 13.72 | 39.99 | 28.56 |
| Funded status | (16.27) | (14.63) | (22.90) | 2.22 |
| Net asset/(liability) recognized in balance sheet | (16.27) | (14.63) | (22.90) | 2.22 |

vi. Expenses recognized in statement of Profit and Loss

(₹ in Lakhs)

| Particulars | For the year 2024-25 | | For the year 2023-24 | |
|---|----------------------|------------------|----------------------|------------------|
| | Gratuity | Leave encashment | Gratuity | Leave encashment |
| Current service cost | 7.98 | 5.61 | 7.64 | 3.81 |
| Additional cost considered | - | 3.44 | - | - |
| Interest cost | 4.26 | 1.41 | 3.54 | 0.66 |
| Expected return on plan assets | (2.07) | (1.56) | (2.52) | (1.94) |
| Net actuarial (gain)/loss recognized in the year | (0.68) | 7.94 | 7.49 | 21.76 |
| Expenses recognized in statement of Profit and Loss | 9.49 | 16.84 | 16.15 | 24.29 |

vii. Actuarial Value Assumptions

| Particulars | Gratuity | | Leave Encashment | |
|-------------------|----------------------|----------------------|----------------------|----------------------|
| | For the year 2024-25 | For the year 2023-24 | For the year 2024-25 | For the year 2023-24 |
| Discount Rate | 6.53% | 7.07% | 6.53% | 7.07% |
| Salary Escalation | 6.00% | 6.00% | 6.00% | 6.00% |

27. The company has only one line of business and as such has no separate reportable segment to be disclosed under AS-17 "Segment Reporting".

Notes to financial statements for the year ended 31st March, 2025

28. Related Party disclosures

| Name of the Party | Nature of Relationship |
|---------------------------------------|---------------------------------|
| Sri. M. Siva Rama Vara Prasad | Promoter Non-Executive Director |
| Sri. Ch. Rama Prasad * | MD and CEO (KMP) |
| Sri. R. Mallikarjuna @ | MD and CEO (KMP) |
| Sri. V.S. Ranga Rao | Chief Financial Officer (KMP) |
| Smt. V. Vani | Company Secretary (KMP) |
| M/s. Mezzequity Software Services Ltd | Entity controlled by a Director |
| M/s. Bitchemy Technologies Pvt Ltd | Entity controlled by a Director |
| M/s. Touchstone Capital Ltd | Entity controlled by a Director |

* Sri Ch. Rama Prasad was appointed as MD & CEO w.e.f 11.04.2023 and retired on 03.04.2024.

@ Sri R. Mallikarjuna was appointed as MD & CEO w.e.f. 04.04.2024.

Transactions with Related parties

(i) Remuneration to Key Managerial Personnel (KMP):

(₹ in Lakhs)

| Particulars | 2024-25 | 2023-24 |
|---|---------------|---------------|
| Sri. M. Gopala Krishnaiah - Whole-time Director * | - | 10.19 |
| Sri. Ch. Rama Prasad - MD & CEO # | 34.04 | 49.40 |
| Sri. R. Mallikarjuna - MD & CEO ^ | 34.88 | - |
| Chief Financial Officer | 33.39 | 24.70 |
| Company Secretary | 24.44 | 22.49 |
| Total: | 126.75 | 106.78 |

* Note: Inclusive of compensation amount of ₹ 9.52 lakhs paid to Sri. M. Gopala Krishnaiah who retired on 10.04.2023

Note: Sri. Ch. Rama Prasad, M D & CEO retired on 03.04.2024.

^ Note: Sri. R. Mallikarjuna was appointed as M D & CEO wef 04.04.2024

(ii) Sitting fees to Non-Executive Directors:

(₹ in Lakhs)

| Particulars | 2024-25 | 2023-24 |
|-------------------------------|--------------|--------------|
| Sri. M. Siva Rama Vara Prasad | 10.50 | 10.00 |
| Sri. Richard B Saldanha | 7.60 | 7.10 |
| Sri. Koteswara Rao SSR | 9.50 | 9.70 |
| Dr. Pamidi Kotaiah * | 5.20 | 8.00 |
| Sri. Vepa Kamesam * | 3.80 | 5.80 |
| Ms. K. Sujatha Rao | 5.50 | 5.50 |
| Dr. N. Ramesh Kumar @ | 5.60 | - |
| Total: | 47.70 | 46.10 |

Note * : Dr. Pamidi Kotaiah and Sri. Vepa Kamesam retired as Non Executive Independent Directors wef 28.09.2024

Note@: Dr.N.Ramesh Kumar was appointed as Non executive Independent Director wef 10.06.2024.

iii) Transactions with related parties:

(a) M/s. Mezzequity Software Services Ltd.,

Nature of the transaction: Housekeeping and security services

(₹ in Lakhs)

| Particulars | 2024-25 | 2023-24 |
|---|---------|---------|
| Amount outstanding at the beginning of the year | - | - |
| Amount paid during the year | 10.73 | 10.73 |
| Amount outstanding at the end of the year | - | - |

(b) M/s. Bitchemy Technologies Pvt Ltd.,

Nature of the transaction: Software Development

(₹ in lakhs)

| Particulars | 2024-25 | 2023-24 |
|---|---------|---------|
| Amount outstanding at the beginning of the year | - | - |
| Amount paid during the year | 10.00 | 10.00 |
| Amount outstanding at the end of the year | - | - |

(c) M/s. Touchstone Capital Ltd.,

Nature of the transaction: Business Consultant

(₹ in lakhs)

| Particulars | 2024-25 | 2023-24 |
|---|---------|---------|
| Amount outstanding at the beginning of the year | - | - |
| Amount paid during the year | 159.65 | 74.39 |
| Amount outstanding at the end of the year | - | - |

29. EPS Calculation

The basic and diluted EPS calculation based on effective capital is as under:

| Particulars | 2024-25 | 2023-24 |
|---|--------------|--------------|
| Profit after tax (Amount in ₹) | 50,54,80,193 | 41,52,73,911 |
| Weighted average number of shares for calculating EPS | 1,16,82,676 | 1,00,00,000 |
| Basic EPS (Face value ₹100/- per share) | 43.27 | 41.53 |
| Diluted EPS (Face value ₹100/- per share) | 43.27 | 41.53 |

30. Taxes on Income (AS - 22)

(₹ in lakhs)

| Items of Deferred Tax | 2024-25 | 2023-24 |
|--|----------|---------|
| Deferred Tax Liability | | |
| Timing difference in respect of book depreciation and tax depreciation | 67.88 | 63.87 |
| Deferred Tax Asset | | |
| Items related to 43B of I.T Act, expense provisions | 313.30 | 161.81 |
| Net Deferred Tax Liability/(Asset) at current rate of tax | (245.42) | (97.94) |

31. Contingent Liabilities Disclosures (To the extent not provided for):

| Particulars | As at 31.03.2025 | As at 31.03.2024 |
|--|---------------------|---------------------|
| Claims against the company not acknowledged as debt | Nil | Nil |

32. Previous year's figures are regrouped wherever necessary.

Notes to financial statements for the year ended 31st March, 2025

33. Additional Disclosures:

The following are the additional disclosures as required by "The Securitisation Companies and Reconstruction Companies (Reserve Bank) Guidelines and Directions, 2003". The amounts shown below relate to total acquisitions including shares of Investors/Banks

- a) The Names and addresses of banks/financial institutions from whom financial assets were acquired and the values at which such assets were acquired from each such bank/financial institutions.

(₹ in lakhs)

| Seller wise acquisition details | | | |
|--|---|------------------|------------------|
| Sellers | Address | As on 31.03.2025 | As on 31.03.2024 |
| Andhra Pradesh State Co-operative Bank Ltd | Troop Bazar, Hyderabad-500 001 | 200.00 | 200.00 |
| Union Bank of India | Union Bank Bhavan, 239, Vidhan Bhavan Marg, Nariman Point, Mumbai - 400 021, Maharashtra | 22036.00 | 22036.00 |
| Axis Bank Limited | Corporate Office, Bombay Dyeing Mills Compound, Pandurang Budhkar Marg, Worli, Mumbai - 400 025 | 700.00 | 700.00 |
| Bank of Baroda | Baroda Corporate Centre, Plot No.26, G-26, Bandra Kurla Complex, Bandra (East), Mumbai-400 051 | 5226.20 | 5226.20 |
| Bank of India | Star House, C-5, "G" Block, Bandra Kurla Complex, Bandra (East), Mumbai-400 051 | 3249.75 | 3249.75 |
| Bank of Maharashtra | 'Lokmangal' 1501, Shivaji Nagar, Pune-411005 | 5700.00 | 5700.00 |
| Canara Bank | 112, JC Road, Bangalore-560 002 | 1730.00 | 1730.00 |
| Central Bank of India | Corporate Office, Chander Mukhi, Nariman Point, Mumbai-400 021 | 4819.60 | 4819.60 |
| Deutsche Bank | DB House, Hazarimal Somani Marg, Fort Mumbai-400 001 | 400.00 | 400.00 |
| The Dhanalakshmi Bank Limited | Corporate Office, Naickanal, Thrissur-680 001. | 550.00 | 550.00 |
| The Federal Bank Limited | PB No.103, Federal Towers, Aluva-683 101, Ernakulam, Kerala | 60.00 | 60.00 |
| ICICI Bank Limited | ICICI Towers, Bandra Kurla Complex, Bandra, Mumbai-400 051 | 550.00 | 550.00 |
| IDBI Bank Limited | IDBI Towers, WTC Complex, Cuffe Parade, Mumbai-400 005 | 3130.73 | 3130.73 |

Notes to financial statements for the year ended 31st March, 2025

(₹ in lakhs)

| Seller wise acquisition details | | | |
|--|--|------------------|------------------|
| Sellers | Address | As on 31.03.2025 | As on 31.03.2024 |
| IFCI Limited | IFCI Tower 61 Nehru Place, New Delhi-110 019 | 512.86 | 512.86 |
| Indian Bank | PB No.1384, 66, Rajaji Salai, Chennai-600001 | 3768.30 | 3768.30 |
| Indian Overseas Bank | Central Office, PB.No.3765, 763, Anna Salai, Chennai-600 002 | 2067.00 | 2067.00 |
| IREDA Limited | 3 rd Floor, August Kranti Bhawan, Bhikaiji Cama Place, New Delhi-110 066 | 653.00 | 653.00 |
| Karur Vysya Bank | Erode Road, Karur-639 002 | 11945.20 | 11945.20 |
| Kotak Mahindra Bank | 36-38A, Nariman Bhavan, 227, Nariman Point, Mumbai-400 021 | 1232.99 | 1232.99 |
| The Lakshmi Vilas Bank Limited | Administrative Office, Salem Main Road, Karur-639 006 | 600.00 | 600.00 |
| Punjab National Bank | 7, Bhikaiji Cama Place, New Delhi | 8559.07 | 8559.07 |
| Stressed Assets Stabilization Fund | IDBI Towers, WTC Complex, Cuffe Parade, Colaba, Mumbai-400 005 | 350.00 | 350.00 |
| State Bank of India | Madame Cama Road, Mumbai-400 021 | 27098.93 | 27098.93 |
| Shikshak Sahakari Bank Limited | Registered Office, Opposite Gandhi Sagar Lake, Mahal, Nagapur - 440 018 | 112.50 | 112.50 |
| Standard Chartered Bank | 90, Mahatma Gandhi Road, Fort Mumbai -400 001 | 50.00 | 50.00 |
| UCO Bank | 10, Biplabi Trailokya Maharaj Sarani, (Formerly Brabourne Road) Kolkata - 700 001 | 131.00 | 131.00 |
| ECL Finance Limited | Edelweiss House, Off CST Road, Kalina, Mumbai - 400 098 | 80500.00 | 80500.00 |
| Edelweiss Asset Reconstruction Company Ltd | Edelweiss House, Off CST Road, Kalina, Mumbai - 400 098 | 39598.00 | 39598.00 |
| Jana Small Finance Bank | The Fairway Business Park, #10/1, 11/2 & 12/2B Off Domlur, Koramangala Inner Ring Road, Next to EGL, Challaghatta, Bengaluru - 560 071 | 118384.50 | 56204.50 |

Notes to financial statements for the year ended 31st March, 2025

(₹ in lakhs)

| Seller wise acquisition details | | | |
|--|--|------------------|------------------|
| Sellers | Address | As on 31.03.2025 | As on 31.03.2024 |
| ARCION Revitalization Private Limited | G1/19, Grand Hyatt Plaza, Vakola, Santacruz East, Mumbai - 400 055 | 30050.00 | 30050.00 |
| Phoenix ARC Private Limited | 5 th floor, Dani Corporate Park, 158, CST Road, Kalina, Santacruz East, Mumbai - 400 098 | 16000.00 | 16000.00 |
| Pahal Financial Services Pvt Ltd | 7 th floor, Bincri B Square - 2, Opp. Hathising ni vadi, Ambli Iscon Road, Ahmedabad - 380 054 | 5000.00 | 5000.00 |
| Omkara Assets Reconstruction Private Limited | No.9, MP Nagar First Street, Kongu Nagar Extension, Tirupur - 641 607 | 1340.00 | 1340.00 |
| Asirvad Micro Finance Limited., | 9 th Floor, No:9, Club House Road, Anna Salai, Chennai - 600 002 | 20000.00 | 11500.00 |
| Assets Care & Reconstruction Enterprise Ltd., (ACRE ARC) | 14 th Floor, EROS Corporate Tower, Nehru Place, New Delhi - 110 019 | 10000.00 | 10000.00 |
| Indostar Capital Finance Limited | Off No. - 301, Wing A, CTS No. 477, Silver Utopia, Chakala Road, Opp. Proctor and Gamble, Andheri (E), Sahargaoan, Mumbai, Maharashtra - 400 099 | 27500.00 | - |
| Muthoot Microfin Limited | 5 th Floor, Muthoot Towers, M.G.Road, Ernakulam - 682035 | 22250.00 | - |
| WheelsEMI Private Limited | 3A Sham Shakuntal Heights, Modi Baug, Ganeshkhind Road, Behind Deccan Wheels Showroom, Shivaji Nagar, Pune - 411 016 | 12838.00 | - |
| Poonawalla Fincorp Limited | 201, 202- 2nd floor, AP81, Koregaon park Annex, Mundhwa, Pune - 411 036 | 3212.00 | - |
| Belstar Microfinance Limited | New No. 33, Old No. 14, 48 th Street, 9 th Avenue, Ashok Nagar, Chennai- 600083 | 7500.00 | - |
| Annapurna Finance Pvt Ltd | Plot No. 1215/1401, Khandagiri Bari, Infront of Jayadev Vatika, PS/PO - Khandagiri, Bhubaneswar, Khorda, Orissa - 751030 | 6915.00 | - |
| Sai Roshni Capital Pvt Ltd | 8-2-120/112/88 & 89/7/S1, II Floor, Aparna Crest, Road No.2, Khairatabad, Telangana - 500 034 | 5200.00 | - |

Notes to financial statements for the year ended 31st March, 2025

(₹ in lakhs)

| Seller wise acquisition details | | | |
|-------------------------------------|---|------------------|------------------|
| Sellers | Address | As on 31.03.2025 | As on 31.03.2024 |
| Utkarsh Small Finance Bank Limited | Utkarsh Tower, NH - 31 (Airport Road) Sehmalpur, Kazi Sarai, Harhua, Varanasi, Uttar Pradesh – 221 105 | 5200.00 | - |
| Muthoot Capital Services Limited | 3 rd Floor, Muthoot Towers, M G Road, Ernakulam 682 035 | 4800.00 | - |
| Ujjivan Small Finance Bank Limited | Grape Garden, No 27, 3 rd "A" Cross, 18 th Main, 6 th Block, Koramangala, Bengaluru – 560 095 | 4055.00 | - |
| Spandana Sphoorty Financial Limited | Galaxy, Wing B, 16 th Floor, Plot No.1, Sy No 83/1, Hyderabad Knowledge City, TSIC, Raidurg Panmakhta, Hyderabad – 500 081 | 1674.00 | - |
| | Total | 527449.63 | 355625.63 |

Notes to financial statements for the year ended 31st March, 2025

b) Dispersion of various financial assets industry-wise:

(₹ in Lakhs)

| Industry | No. of borrower/s | | Acquisition Price | | % Of Total | |
|------------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| | As on 31.03.2025 | As on 31.03.2024 | As on 31.03.2025 | As on 31.03.2024 | As on 31.03.2025 | As on 31.03.2024 |
| Automobiles | 3 | 3 | 1393.52 | 1393.52 | 0.26 | 0.39 |
| Agriculture - Allied Activities | 3 | 3 | 555.00 | 555.00 | 0.11 | 0.16 |
| Bio-Chemical & Pesticides | 7 | 7 | 4798.47 | 4798.47 | 0.91 | 1.35 |
| Cement | 2 | 2 | 44702.3 | 44702.3 | 8.48 | 12.57 |
| Coir | 1 | 1 | 729.76 | 729.76 | 0.14 | 0.21 |
| Cold Storage | 1 | 1 | 380.00 | 380.00 | 0.07 | 0.11 |
| Educational Institution | 4 | 4 | 3169.98 | 3169.98 | 0.60 | 0.89 |
| Food Products | 8 | 8 | 4986.63 | 4986.63 | 0.95 | 1.40 |
| House Hold Appliances | 2 | 2 | 1000.00 | 1000.00 | 0.19 | 0.28 |
| Hospital | 2 | 2 | 4671.00 | 4671.00 | 0.89 | 1.31 |
| Hotel | 1 | 1 | 2025.00 | 2025.00 | 0.38 | 0.57 |
| Iron and Steel, Other Metals | 12 | 12 | 14254.95 | 14254.95 | 2.70 | 4.01 |
| Information Technology | 4 | 4 | 346.13 | 346.13 | 0.07 | 0.10 |
| Industrial Gases | 3 | 3 | 1325.00 | 1325.00 | 0.25 | 0.37 |
| Infrastructure | 15 | 14 | 137423.10 | 132223.10 | 26.05 | 37.18 |
| Logistics | 1 | 1 | 600.00 | 600.00 | 0.11 | 0.17 |
| Metals and Mining | 3 | 3 | 439.28 | 439.28 | 0.08 | 0.12 |
| Media | 2 | 2 | 1928.00 | 1928.00 | 0.37 | 0.54 |
| NBFC | 11 | 11 | 921.92 | 921.92 | 0.17 | 0.26 |
| Pharma | 6 | 6 | 1359.64 | 1359.64 | 0.26 | 0.38 |
| Plastics | 2 | 2 | 792.04 | 792.04 | 0.15 | 0.22 |
| Power | 4 | 4 | 9786.07 | 9786.07 | 1.86 | 2.75 |
| Paper | 3 | 3 | 3339.61 | 3339.61 | 0.63 | 0.94 |
| Poultry | 3 | 3 | 384.00 | 384.00 | 0.07 | 0.11 |
| Retail loans | 3241123 | 2004544 | 249328.50 | 82704.50 | 47.27 | 23.26 |
| Textiles | 14 | 14 | 7317.52 | 7317.52 | 1.39 | 2.06 |
| Trading | 48 | 48 | 15001.01 | 15001.01 | 2.84 | 4.22 |
| Wood | 1 | 1 | 2050.00 | 2050.00 | 0.39 | 0.58 |
| Oil Refineries, Vegetable Oil. | 3 | 3 | 1350.00 | 1350.00 | 0.26 | 0.38 |
| Others | 34 | 34 | 11091.20 | 11091.20 | 2.10 | 3.11 |
| Total | 3241326 | 2004746 | 527449.63 | 355625.63 | 100.00 | 100.00 |

Notes to financial statements for the year ended 31st March, 2025

(₹ in lakhs)

| | Particulars | As on 31.03.2025 | As on 31.03.2024 |
|---|--|----------------------------------|-------------------------|
| c | Details of related parties as per Accounting Standard and guidance notes issued by the Institute of Chartered Accountants of India and the amounts due to and from them | As disclosed in Note No.28 above | |
| d | A statement clearly charting therein the migration of financial assets from standard to non-performing | Nil | Nil |
| e | Value of financial assets acquired during the financial year either on the books of the Company or in the books of the Trusts | 171824.00 | 105426.49 |
| f | Value of financial assets fully realized during the financial year | 1249.70 | 73941.62 |
| g | Value of financial assets outstanding for realization as at the end of the financial year | 265964.07 | 135610.64 |
| h | i. Value of Security Receipts redeemed partially during the financial year | 34799.87 | 13817.15 |
| | ii. Value of Security Receipts redeemed fully during the financial year | 1249.70 | 73941.62 |
| i | Value of Security Receipts pending for redemption as at the end of the financial year | 265964.07 | 135610.64 |
| j | Value of Security Receipts which could not be redeemed as a result of non-realization of the financial asset as per the policy formulated by the Asset Reconstruction company under Paragraph 6(C) (ii) or 6(C)(iii) | 5421.00 | 4500.80 |
| k | Value of land and/or building acquired in ordinary course of business of reconstruction of assets (year wise) | 2600.20 (FY.2015-16) | 2600.20 (FY.2015-16) |
| l | Details of assets where the value of acquisition is more than the book value (the value of assets as declared by the seller bank in the auction) | Nil | Nil |
| m | Details of Assets disposed of (either by write off or by realisation) during the year at a discount of more than 20% of valuation as on the previous year and reasons therefor | Nil | Nil |
| n | Details of Assets where the value of the SR has declined more than 20% of below the acquisition value – | | |

As on 31.03.2025

| SI No | Trust Name | Face Value in Rupees | NAV in Rupees |
|-------|-----------------------|----------------------|---------------|
| 1 | PARAS-VHPL-072 Trust | 100000 | 10000 |
| 2 | PARAS-SIPPL-073 Trust | 100000 | 10000 |
| 3 | PARAS-VEAL-75 Trust | 1000 | 500 |
| 4 | PARAS-SBPL-076 Trust | 1000 | 350 |
| 5 | PARAS-DTPL-082 Trust | 1000 | 250 |
| 6 | PARAS-MRC-084 Trust | 1000 | 750 |
| 7 | PARAS-SPKHL-085 Trust | 1000 | 250 |
| 8 | PARAS-VAP-086 Trust | 1000 | 250 |
| 9 | PARAS-CRD-092 Trust | 1000 | 750 |

As on 31.03.2025

| | | | |
|----|--------------------------|-------|------|
| 10 | PARAS-DFPPL-096 Trust | 1000 | 750 |
| 11 | PARAS-VC MPL-097 Trust | 1000 | 750 |
| 12 | PARAS-SLNGM-109 Trust | 1000 | 750 |
| 13 | PARAS-SAA-110 Trust | 1000 | 750 |
| 14 | PARAS-SKE-113 Trust | 1000 | 750 |
| 15 | PARAS-SBISEWCT 119 Trust | 10000 | 7500 |
| 16 | PARAS-VPPL-99 Trust | 1000 | 750 |

As on 31.03.2024

| SI No | Trust Name | Face Value in Rupees | NAV in Rupees |
|-------|--------------------------|----------------------|---------------|
| 1* | PARAS-VMC-054 Trust | 100000 | 50000 |
| 2* | PARAS-SOUB-055 Trust | 100000 | 15000 |
| 3* | PARAS-DB2015-056 Trust | 1000 | 600 |
| 4* | PARAS-MLA-060 Trust | 1000 | 500 |
| 5* | PARAS-SPPL-049 Trust | 10000 | 7500 |
| 6* | PARAS-JSL-061 Trust | 1000 | 500 |
| 7* | PARAS-VBI-067 Trust | 1000 | 750 |
| 8 | PARAS-SIPPL-073 Trust | 100000 | 75000 |
| 9 | PARAS-SPKHL-085 Trust | 1000 | 750 |
| 10 | PARAS-VAP-086 Trust | 1000 | 750 |
| 11 | PARAS-CRD-092 Trust | 1000 | 750 |
| 12 | PARAS-DFPPL-096 Trust | 1000 | 750 |
| 13 | PARAS-VC MPL-097 Trust | 1000 | 750 |
| 14 | PARAS-SLNGM-109 Trust | 1000 | 750 |
| 15 | PARAS-SAA-110 Trust | 1000 | 750 |
| 16 | PARAS-SKE-113 Trust | 1000 | 750 |
| 17 | PARAS-SBISEWCT-119 Trust | 10000 | 7500 |

*Note: The above Trust accounts were written off since the resolution period of 8 years has been completed

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

As per our report of even date

For **C V Ramana Rao & Co**
Chartered Accountants
Firm Reg.No.002917S

K. Kavya
Partner
Membership No.223355

For and on behalf of the Board

Koteswara Rao S S R
Chairperson
DIN: 00964290

V. S. Ranga Rao
Chief Financial Officer

R. Mallikarjuna
Managing Director & CEO
DIN: 10428677

V.Vani
Company Secretary

Place: Hyderabad
Date: 17.06.2025



PARAS

**Pridhvi Asset Reconstruction
And Securitisation Company Limited**

Registered & Corporate Office

D.No: 1-55, Raja Praasadamu, 4th Floor, Masjid Banda Road, Kondapur, Hyderabad - 500 084.

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