

**Capfront Technologies Private Limited**

Address: No. 1, Second Floor, Old Airport Road, Domlur Layout, Near Domlur Post Office, Bangalore, Karnataka 560071

CIN: U72900KA2018PTC118747 & Email ID : finance@capfront.in

**Consolidated Balance Sheet as at March 31, 2023**

Particulars	Note	As at March 31, 2023 Amount (Rs.'000)	As at March 31, 2022 Amount (Rs.'000)
<b>I Equity and Liabilities</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	2	207	207
(b) Reserves and Surplus	3	2,06,177	2,09,104
		<b>2,06,384</b>	<b>2,09,312</b>
Minority Interest		8	8
<b>(2) Share Application Money Pending Allotment</b>			
<b>(3) Non-Current Liabilities</b>			
(a) Long-Term Borrowings	4	-	-
(b) Deferred Tax Liabilities (Net)	5	1,524	676
(c) Long-Term Provisions	6	1,360	1,054
		<b>2,884</b>	<b>1,730</b>
<b>(4) Current Liabilities</b>			
(a) Trade Payables	7	2,048	1,729
(b) Other Current Liabilities	8	3,513	2,984
(c) Short-Term Borrowings	9	1,42,442	84,992
(d) Short-Term Provisions	10	59,842	44,380
		<b>2,07,847</b>	<b>1,34,086</b>
		<b>4,17,123</b>	<b>3,45,136</b>
<b>II Assets</b>			
<b>(1) Non-Current Assets</b>			
(a) Property, Plant and Equipment and Intangible Assets			
(i) Property, Plant and Equipment	11	2,151	8,166
(ii) Intangible Assets	11	35,981	18,482
		<b>38,132</b>	<b>26,648</b>
(b) Non-Current Investments	12	-	-
(c) Long-Term Loans and Advances	13	-	-
(d) Other Non Current Assets	14	16,560	14,874
<b>(2) Current Assets</b>			
(a) Trade Receivables	15	-	274
(b) Cash and Bank Balances	16	28,345	71,706
(c) Short-Term Loans and Advances	17	3,01,524	2,12,704
(d) Other Current Assets	18	32,561	18,930
		<b>3,62,431</b>	<b>3,03,614</b>
		<b>4,17,123</b>	<b>3,45,136</b>

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

For K S Ramkumar and Co.  
Chartered Accountants  
FRN: 006167S



K S Ramkumar  
Proprietor  
Membership number: 027484  
Place: Bengaluru  
Date: 01-09-2023

For and on behalf of the Board of Directors of  
Capfront Technologies Private Limited

*M. Reddy*  
*Gowrinath*



Satyanarayana Reddy Veera Venkata Mallidi  
Director  
DIN: 06893784  
Place: Bengaluru  
Date: 01-09-2023

Gowrinath Venkata Raghava Itha  
Director  
DIN: 08281079  
Place: Bengaluru  
Date: 01-09-2023

**Consolidated Statement of Profit and Loss Account for the period ended March 31, 2023**

Particulars	Note	For the period ended March 31, 2023 Amount (Rs.'000)	For the year ended March 31, 2022 Amount (Rs.'000)
(1) Revenue from Operations	19	2,63,044	1,06,431
(2) Other Income	20	3,844	6,574
(3) <b>Total Income (1 + 2)</b>		<b>2,66,889</b>	<b>1,13,005</b>
(4) <b>Expenses</b>			
(a) Employee Benefits Expense	21	40,597	26,128
(b) Depreciation and Amortization Expense	22	8,641	4,784
(c) Service Deficiency Charges	23	(9,462)	(8,654)
(d) Other Expenses	24	2,04,833	92,510
(e) Finance Costs	25	24,173	4,735
<b>Total Expense</b>		<b>2,68,782</b>	<b>1,19,502</b>
(5) <b>Profit / (Loss) before Tax and Minority Interest (3 - 4)</b>		<b>(1,893)</b>	<b>(6,497)</b>
(6) Exceptional Items (Prior Period Items)			
(7) <b>Profit / (Loss) before Extraordinary Items and Tax (5+6)</b>		<b>(1,893)</b>	<b>(6,497)</b>
(8) Extraordinary Items			
(9) <b>Profit / (Loss) before Tax (7 + 8)</b>		<b>(1,893)</b>	<b>(6,497)</b>
(10) <b>Less: Tax Expense:</b>			
Current Tax		-	-
Deferred Tax		848	310
<b>Total Tax Expenses</b>		<b>848</b>	<b>310</b>
(11) <b>Profit / (Loss) for the period after Tax Expenses and before Minority Interest</b>		<b>(2,741)</b>	<b>(6,808)</b>
Minority Interest- Share of Profit / (Loss)		(0.03)	(0.07)
(12) <b>Profit/ (Loss) for the period after Minority Interest</b>		<b>(2,741)</b>	<b>(6,807)</b>
<b>Earnings per Equity Share [nominal value of share Rs.1]</b>	26		
Basic		(27)	(68)
Diluted		(27)	(68)

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

For K S Ramkumar and Co.  
 Chartered Accountants  
 FRN: 006167S



K S Ramkumar  
 Proprietor  
 Membership number: 027484  
 Place: Bengaluru  
 Date: 01-09-2023

For and on behalf of the Board of Directors of  
 Capfront Technologies Private Limited



Satyanarayana Reddy Veera Venkata Malladi      Gowrinath Venkata Raghava Itha  
 Director      Director  
 DIN: 06893784      DIN: 08281079  
 Place: Bengaluru      Place: Bengaluru  
 Date: 01-09-2023      Date: 01-09-2023

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Consolidated Cash Flow Statement for the period ended March 31, 2023

Particulars	For the period ended March 31, 2023 Amount (Rs.)	For the year ended March 31, 2022 Amount (Rs.)
<b>A Cash Flow from Operating Activities</b>		
Loss before Tax	(1,893)	(6,497)
Adjustments to Reconcile (Loss) / Profit Before Tax to Net Cash Flows:		
Add: Depreciation/Amortisation	8,641	4,784
Add: Tax Impact on Minority Interest	-	-
Add: Finance Costs	23,830	4,604
Add: Loss on Discarded Assets	-	12,893
Add: Loss on Sale of Subsidiary	-	718
Add: Irrecoverable Amounts Written off	-	(12,930)
Add: Loss on Sale of Software	1,950	-
Less: Profit on Sale of Mutual Funds	-	(179)
Less: Profit on Sale of Tangible Assets	(1,324)	(26)
Less: Other Interest Income	(2,375)	(5,008)
<b>Operating Profit/(Loss) Before Working Capital Changes</b>	<b>28,829</b>	<b>(1,642)</b>
<b>Movements in Working Capital:</b>		
(Increase)/ Decrease in Trade Receivables	274	12,673
(Increase)/ Decrease in Short-Term Loans and Advances	(88,821)	(1,66,714)
(Increase)/ Decrease in Long Term Loans and Advances	(1,686)	(7,866)
(Increase)/ Decrease in Other Current Assets	(13,631)	(6,031)
Increase/ (Decrease) in Trade Payables	319	1,240
Increase/ (Decrease) in Other Current Liabilities	529	(5,011)
Increase/ (Decrease) in Short-Term Borrowings	57,450	84,992
Increase/ (Decrease) in Provisions	15,581	38,833
<b>Cash Generated/(Used) in Operating Activities</b>	<b>(1,155)</b>	<b>(49,526)</b>
Income Taxes Paid	-	-
<b>Net cash Generated/(Used) in Operating Activities (A)</b>	<b>(1,155)</b>	<b>(49,526)</b>
<b>B Cash Flow from Investing Activities</b>		
Proceeds from Tangible and Intangible Assets	24,409	-
Purchase of Tangible & Intangible Assets	(45,158)	(26,036)
Purchase of Non-Current Investments	-	1,00,174
Proceeds from Sale of Subsidiary LF2Peer	-	23,361
Net worth Decreased due to Sale of Subsidiary	-	(24,079)
Interest Income	2,375	5,008
Fixed Deposits with Banks	41,017	(8,476)
<b>Net cash Generated/(used) in Investment Activities (B)</b>	<b>22,642</b>	<b>69,952</b>
<b>C Cash Flow from Financing Activities</b>		
Proceeds from Borrowing	-	(12,500)
Finance Cost Paid	(23,830)	(4,604)
Increase/ (Decrease) in Minority Interest	(0)	(0)
<b>Net Cash Generated/(Used) from Operating Activities (C)</b>	<b>(23,831)</b>	<b>(17,104)</b>
<b>Net Increase in Cash and Cash Equivalents (A+B+C)</b>	<b>(2,344)</b>	<b>3,322</b>
Cash and Cash Equivalents as at beginning of the period	18,906	15,584
Cash and Cash Equivalents as at end of the period	<b>16,562</b>	<b>18,906</b>
<b>Break up of Cash and Cash Equivalents (refer note 16)</b>		
Cash on Hand	69	5
Balances with Banks:		
On Current Accounts	16,494	18,901
	<b>16,562</b>	<b>18,906</b>

For K S Ramkumar and Co.  
Chartered Accountants  
FRN: 0061675



K S Ramkumar  
Proprietor  
Membership number: 027484  
Place: Bengaluru  
Date: 01-09-2023

For and on behalf of the Board of Directors of  
Capfront Technologies Private Limited



Satyanarayana Reddy Veera Venkata Mallidi  
Director  
DIN: 06893784  
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Director  
DIN: 08281079  
Place: Bengaluru  
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Notes to Consolidated Audited Financial Statements for the period ended March 31, 2023

The entities consolidated in the consolidated financial statements are listed below:

Sl. No.	Name of the entity	Country of incorporation	Relationship as at March 31, 2023	Percentage of effective ownership interest held (directly and indirectly) as at March 31, 2023	Percentage of voting right held as at March 31, 2023	Net Assets* as at		Net profit / (loss) for the year ended	
						March 31, 2023 Amount(Rs. '000)	As % of consolidated net assets	March 31, 2023 Amount(Rs. '000)	As % of consolidated profit or loss
1	Capfront Technologies Private Limited	India	Holding Company			2,43,182	49.99%	(2,346)	-85.60%
2	Vaibhav Vyapaar Private Limited	India	Subsidiary	99.999%	99.999%	2,43,275	50.01%	(395)	-14.40%
3	Minority Interest - in all Subsidiary	India	Minority	0.001%	0.001%	8	0.00%	(0)	0.00%

\* Net assets means total assets minus total liabilities. The balances have been considered after eliminating all inter-company balances and transactions. The reporting dates of all the subsidiaries coincide with that of the parent Company.



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Background of the Company, significant accounting policies, notes on accounts and other explanatory information.

**A Corporate Information**

Capfront Technologies Private Limited ('the Company') and its subsidiary (herein after collectively referred as 'the Group') are engaged to provide marketplace platform and mobile application in the field of online platform for electronic commerce, applications interfacing to the electronic payment systems, business of financing and other related activities.

**B Principles of consolidation**

The consolidated financial statements include accounts of the subsidiary (accounted as per Accounting Standard ('AS') 21). Subsidiary undertakings are those entities in which the Company, directly or indirectly, has an interest of more than one half of voting power or otherwise controls the composition of the Board of Directors / Governing Body so as to obtain economic benefits from its activities. Subsidiaries are consolidated from the date on which effective control is transferred to the Group till the date such control ceases. The consolidated financial statements have been prepared to comply in all material respects with the AS's specified under Section 133 of the Companies Act, 2013 ('the Act'), read together with Companies (Accounting Standards) Rules, 2006 (as amended from time to time). The consolidated financial statements have been prepared under the historical cost convention on an accrual basis.

The consolidated financial statements of the Group have been prepared based on a line-by-line consolidation of the balance sheets, statements of profit and loss and the cash flow statements of the Company and its subsidiary. All inter-company transactions, balances and unrealised surpluses and deficits on transactions between the entities in the Group are eliminated unless cost cannot be recovered. The excess of the cost to the Company of its investments in subsidiary, over its proportionate share in equity of the investee company as at the date of acquisition is offset against the available surplus in the consolidated financial statements. In case the cost of investment in subsidiaries is less than the proportionate share in equity of the investee company as on the date of investment, the difference is treated as capital reserve and shown under reserves and surplus. Net impact has been taken in Cash Flow Statement on consolidation of Investment in Subsidiary.

The consolidated financial statements have been prepared using uniform policies for like transactions and other events in similar circumstances and are presented to the extent possible in the same manner as the Company's separate financial statements.

**C Summary of Significant Accounting Policies**

**1 Basis of Preparation**

The consolidated financial statements of the Group have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). These consolidated financial statements has been prepared to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with Companies (Accounting Standards) Rules, 2006 (as amended from time to time). The financial statements have been prepared on an accrual basis and under the historical cost convention.

**2 Use of Estimates**

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

**3 Revenue Recognition**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized. Any revenue from the intercompany transactions have been reduced and accordingly only the net amount has been considered in the consolidated financial statements.

Sale of Services

Revenue is recognised as the services are rendered under proportionate completion method and it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. It is recognised net of taxes.

Unbilled/Deferred revenue - Revenue in excess of billings on service contracts are recorded as unbilled revenue under other current assets and billing in excess of revenue is classified as deferred revenue under other current liability.



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Interest

a) Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

b) Loan processing fees is accounted up-front as and when it becomes due at the time of disbursement of loan.

c) all other income is recognised on accrual basis.

During the year, the company has earned the Interest Income from the fixed deposits with ICICI, Yes & Equitas Bank.

**4 Plant, Property and Equipment**

Plant, property and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price. Such cost includes the cost of replacing part of the plant and equipment. When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in profit or loss as incurred.

Gains or losses arising from derecognition of plant, property and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

Costs incurred on assets under installation or construction at the balance sheet date are shown as Capital work-in-progress and the related advances are shown as 'Capital advances' under long-term loans and advances.

**Depreciation on Plant, Property and Equipment**

Depreciation on plant, property and equipment is calculated on a straight line basis using the rates arrived at, based on the useful lives estimated by the management. The identified components are depreciated separately over their useful lives; the remaining components are depreciated over the life of the principal asset. Depreciable amount is the cost of asset, or other amount substituted for cost less its residual value. Residual value being 5% of original cost of asset or less than 5% as decided by management.

The additions during the year are depreciated on pro rata basis from the date of additions. The Company has used the following rates to provide depreciation on its plant, property and equipment.

Particulars	Useful lives estimated by the management (years)
Computers / Laptops	3
Office Equipment	5
Furniture	10
Software	5

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

**5 Impairment of Assets**

The carrying amounts of the Company's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amount is estimated as higher of the net selling price and value in use. An impairment loss is recognised in the Statement of Profit and Loss, whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount. An impairment loss is reversed if there is a change in the estimate used to determine the recoverable amount. An impairment loss is reversed only to the extent the carrying amount of the asset that does not exceed the carrying amount that would have been determined net off depreciation or amortisation, if no impairment loss had been recognised.

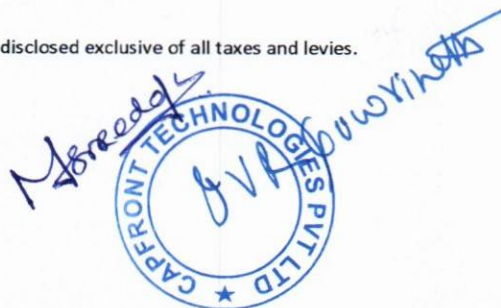
**6 Leases**

Where the company is lessee

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

**7 Sales**

Sales are recorded and disclosed exclusive of all taxes and levies.



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**8 Investment**

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments.

All other investments are classified as non-current investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

**9 Employee Benefits**

a) Defined Contribution Plans:

The company makes specified monthly contribution towards employee provident fund to Government administered provident fund scheme, which is a defined contribution scheme. The Company's contribution is recognised as an expense in the statement of Profit and loss during the period in which the employee renders the related service.

b) Defined Benefit Scheme:

The liability of the company which is likely to arise in respect of gratuity or Defined Benefit Plan of workmen covered under The Payment of Gratuity Act, 1972 is not covered by any fund. However, the expenses related to current year has been accounted as per Actuarial Valuation for the holding company. Such expenses pertaining to the subsidiaries have been recognised based on the standard practices and not as per the actuarial valuation.

c) Short Term and Other Long Term Employee Benefits:

Company has not provided for the current liabilities arising out of provision for future liability, earned leave as per the Shops and Commercial Establishment Act 1961.

d) Provision for leave encashment:

Compensated Absences, which are expected to be utilized within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date. Accumulated Compensated Absences expected to be availed or encashed beyond twelve months from the year end are classified as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year end. Actuarial gains/losses are immediately taken to the statement of Profit and Loss and are not deferred.

**10 Borrowing Costs**

Borrowing costs attributable to the qualifying fixed assets during construction/exploration, renovation and modernisation are capitalised. Such borrowing costs are apportioned on the average balance of capital work-in-progress for the year. Other borrowing costs are recognised as an expense in the period in which they are incurred.

**11 Income Taxes**

**Current Tax**

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

**Deferred Tax**

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

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

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



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

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.

**Minimum Alternate Tax**

Minimum Alternate Tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognised as an asset, in accordance with the provisions contained in the Guidance Note on Accounting for Credit Available under Minimum Alternate Tax, issued by the ICAI, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as 'MAT Credit Entitlement'. The Company reviews the same at each Balance Sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal income tax during the specified period.

**12 Earnings Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity share during the reporting period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

**13 Provisions**

A provision is recognized when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

**14 Contingent Liabilities**

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

**15 Cash and Cash Equivalents**

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

**16 Loans and Advances**

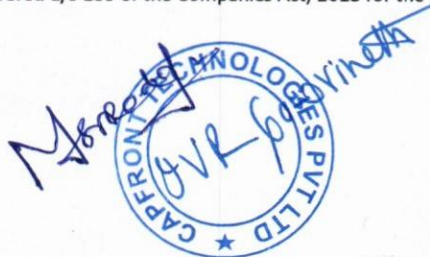
Loans and Advances are stated at the amount advanced, as reduced by the amounts recovered up to the balance sheet  
**Loan to Director**

The company has advanced a loan to its Whole Time Director as per the provisions of Sec 185 of the Companies Act, 2013.

**17 Corporate Social Responsibility (CSR)**

Section 135 of the Companies Act 2013 states that every company having net worth of rupees five hundred crore or more, or turnover of rupees one thousand crore or more or a net profit of rupees five crore or more during immediately preceding financial year shall constitute a Corporate Social Responsibility Committee of the Board consisting of three or more directors, out of which at least one director shall be an independent director.

The Company is not covered u/s 135 of the Companies Act, 2013 for the FY 2022-23



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**18 Cash Flow Statement**

Cash flow statement has been prepared as per AS-3. Cash flows are reported using the indirect method, where profit/loss before extraordinary items and tax is adjusted for the effects of transactions of a non cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating financing and investing activities of the company are segregated based on the available information. Cash comprises of cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

**19 Investment in Crypto Currency**

The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

**20 Title deeds of Immovable Property not held in name of the Company**

The Company do not have any Immovable property.

**21 Foreign Currency Translation**

(i) Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

(ii) Conversion

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

(iii) Exchange Differences

The Company accounts for exchange differences arising on translation/ settlement of foreign currency monetary items as income or as expenses in the period in which they arise.

**22 MSME Disclosures**

Based on and to the extent of the information received by the Company from the suppliers during the year regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act), refer Note 29 for amounts due to MSME as at 31st March, 2023

**23 General**

Except wherever stated, accounting policies are consistent with the generally accepted accounting principles and have been consistently applied.

All amounts in the financial statements are presented in Indian rupees except data about shares which is given in numbers and as otherwise stated. Figures for the previous year have been regrouped / re-classified wherever considered necessary to conform to the figures presented in the current year.

24 The Company does not have any benami property, where any proceeding has been initiated or pending against the company for holding the benami property.

25 The Company is not a wilful defaulter by any bank or financial institution or other lenders or consortium thereof, in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.

26 The company does not have any transactions with companies whose names have been struck off from the register of companies.

27 The company does not have any charges or satisfaction which is yet to be registered with the registrar of companies beyond the statutory period.

28 The company does not have undisclosed income during the year in the tax assessments under the Income tax act of 1961.



**Notes to Audited Financial Statements for the period ended March 31, 2023**

**2 Share Capital**

	March 31, 2023 Amount (Rs.'000)	March 31, 2022 Amount (Rs.'000)
<b>Authorised Shares (in number)</b>		
40,00,000 Equity Shares of Rs.1 each	4,000	4,000
10,00,000 Preference Shares of Rs.1 each	1,000	1,000
<b>Issued, subscribed and fully paid-up shares (in number)</b>		
1,00,000 Equity Shares of Rs.1 each	100	100
21,430 Compulsorily Convertible Preference Shares ('CCPS' or 'preference shares') of Rs.1 each ('Seed CCPS')	21	21
4,420 Compulsorily Convertible Preference Shares ('CCPS' or 'preference shares') of Rs.1 each ('Seed A CCPS')	4	4
36,820 Compulsorily Convertible Preference Shares ('CCPS' or 'preference shares') of Rs.1 each ('Seed B CCPS')	37	37
33,770 Compulsorily Convertible Preference Shares ('CCPS' or 'preference shares') of Rs.1 each ('Seed C CCPS')	34	34
10,890 Compulsorily Convertible Preference Shares ('CCPS' or 'preference shares') of Rs.1 each ('Pre Series A CCPS')	11	11
<b>Total issued, subscribed and fully paid up share capital</b>	<b>207</b>	<b>207</b>

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

**Equity Shares**

	March 31, 2023		March 31, 2022	
	Number of shares	Amount (Rs.'000)	Number of shares	Amount (Rs.'000)
At the beginning of the period	1,00,000	100	1,00,000	100
Issued during the year	-	-	-	-
<b>Outstanding at the end of the period</b>	<b>1,00,000</b>	<b>100</b>	<b>1,00,000</b>	<b>100</b>

**Preference Shares**

	March 31, 2023		March 31, 2022	
	Number of shares	Amount (Rs.'000)	Number of shares	Amount (Rs.'000)
At the beginning of the period	1,07,330	107	1,07,330	107
Issued during the year	-	-	-	-
<b>Outstanding at the end of the period</b>	<b>1,07,330</b>	<b>107</b>	<b>1,07,330</b>	<b>107</b>

**Total Equity & Preference Share capital**

<b>2,07,330</b>	<b>207</b>	<b>2,07,330</b>	<b>207</b>
-----------------	------------	-----------------	------------

**(b) Terms/ Rights attached to**

**Equity Shares**

The Company has only one class of equity shares having a par value of Rs. 1 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to its share of the paid-up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid. Failure to pay any amount called up on shares may lead to forfeiture of the shares.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**Preference Shares**

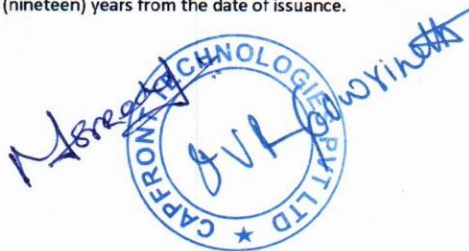
Each holder of the preference shares shall be entitled to receive notice of and to attend, any shareholders' meeting and shall be entitled to vote together with holders of equity shares of the Company on an As If Converted Basis, in respect of matters which directly affect the rights of the CCPS and / or as permitted under Law. The voting rights available in respect of the CCPS shall be as set forth in the Shareholders Agreement and the Articles of Association.

The CCPS shall carry a non-cumulative dividend rate of 0.001% per annum on an As If Converted Basis.

The CCPS holder may exercise their right to convert the CCPS in whole or part into Equity Shares at any time before 19 years from the date of issuance. The conversion ratio for conversion of CCPS to Equity Shares shall be 1:1 i.e. each CCPS shall convert into 1 (one) Equity Share, in case the holder exercise their right to call for the conversion prior to 19 years from the date of issuance.

However, the CCPS if not converted earlier, shall automatically convert into Equity Shares prior to the end of the term of the agreement under the following scenarios at the then applicable conversion rate in the below manner,

- (i) on latest permissible date prior to the issue of shares to the public in connection with the occurrence of a Public Offer under Applicable Law, or
- (ii) on the day following the completion of 19 (nineteen) years from the date of issuance.



**Notes to Audited Financial Statements for the period ended March 31, 2023**

**(c) Details of Shareholders holding more than 5% shares in the Company**

Name of the Shareholder	March 31, 2023		March 31, 2022	
	Number of shares	% holding	Number of shares	% holding
<b>Equity Shares of Rs. 1 each fully paid</b>				
Gowrinath Venkata Raghava Itha	93,792	93.79%	97,420	97.42%
<b>Preference Shares of Rs. 1 each fully paid</b>				
<u>Seed CCPS of Rs. 1 each</u>				
Rainbow Innovation Pte. Ltd (Formerly Capfront Pte. Ltd.)			21,430	19.97%
Tagjoy Consultants Private Limited	21,430	19.97%		
<u>Seed B CCPS of Rs. 1 each</u>				
Click Tech Limited	36,820	34.31%	36,820	34.31%
<u>Seed C CCPS of Rs. 1 each</u>				
Rainbow Innovation Pte. Ltd (Formerly Capfront Pte. Ltd.)			21,660	20.18%
Tagjoy Consultants Private Limited	21,660	20.18%		
Cobuilder Partner Venture Fund L.P.	10,830	10.09%	10,830	10.09%
<u>Seed Pre Series A CCPS of Rs. 1 each</u>				
Renren Hu Yu (Hong Kong)	10,890	10.15%	10,890	10.15%

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

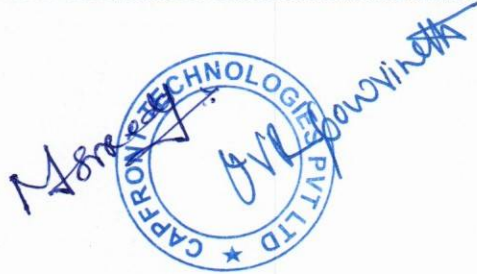

**(d) Details of shares held by Promoters of the Company**

Name of the Promoters	March 31, 2023		March 31, 2022	
	Number of shares	% holding	Number of shares	% holding
Gowrinath Venkata Raghava Itha	93,792	93.79%	97,420	97.42%

**(e) Shares Reserved for Issue Under Options**

The Company has reserved 21,430 equity shares for issue under the Employee Stock Option Plan (ESOP) of the Company.

(f) The Company has neither issued bonus shares, shares for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date.



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Notes to Financial Statements for the period ended March 31, 2023

Particulars	As at March 31, 2023 Amount (Rs.'000)	As at March 31, 2022 Amount (Rs.'000)
<b>3 Reserves and Surplus</b>		
<b>(a) Securities Premium Account</b>		
Opening balance	3,84,455	3,84,455
Add: received during the year	-	-
<b>Balance as at the end of the year</b>	<b>3,84,455</b>	<b>3,84,455</b>
<b>(b) Surplus/ (Deficit) in the Statement of Profit and Loss</b>		
Opening balance	(1,75,351)	(1,68,211)
Add: (loss)/ profit for the period	(2,928)	(7,140)
<b>Net (Deficit)/ Surplus in the Statement of Profit and Loss</b>	<b>(1,78,278)</b>	<b>(1,75,351)</b>
<b>Total Reserves and Surplus</b>	<b>2,06,177</b>	<b>2,09,104</b>
	<b>As at March 31, 2023 Amount (Rs.'000)</b>	<b>As at March 31, 2022 Amount (Rs.'000)</b>
<b>4 Long-Term Borrowings</b>		
	-	-
	-	-
	<b>As at March 31, 2023 Amount (Rs.'000)</b>	<b>As at March 31, 2022 Amount (Rs.'000)</b>
<b>5 Deferred Tax &amp; Other Current Liabilities</b>		
Provision for Gratuity	896	654
Provision for Leave Encashment	464	400
	<b>1,360</b>	<b>1,054</b>
	<b>As at March 31, 2023 Amount (Rs.'000)</b>	<b>As at March 31, 2022 Amount (Rs.'000)</b>
<b>6 Long-Term Provision</b>		
Deferred Tax		
Deffered Tax Liability (Net)	1,524	676
	<b>1,524</b>	<b>676</b>
	<b>As at March 31, 2023 Amount (Rs.'000)</b>	<b>As at March 31, 2022 Amount (Rs.'000)</b>
<b>7 Trade Payables</b>		
- Total outstanding dues of micro enterprises and small enterprises	39	336
- Total outstanding dues of creditors other than micro and small enterprises	2,010	1,393
	<b>2,048</b>	<b>1,729</b>
	<b>As at March 31, 2023 Amount (Rs.'000)</b>	<b>As at March 31, 2022 Amount (Rs.'000)</b>
<b>8 Other Current Liabilities</b>		
TDS Payable	1,678	1,521
Other Statutory Dues	1,836	1,164
Other loans and advances unsecured, considered good	(0)	49
Employee Benefit Expenses Payable	-	90
Interest Accrued but not due on Term Loan	-	161
	<b>3,513</b>	<b>2,984</b>

*M. S. Ravi*  


*K. S. Ram Kumar & Co*  

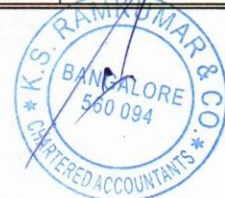
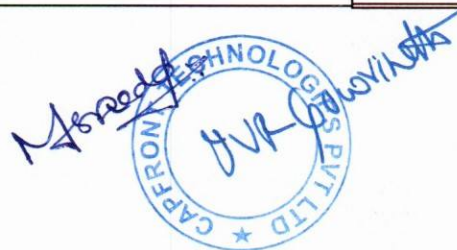

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Notes to Financial Statements for the period ended March 31, 2023

Particulars	As at March 31, 2023 Amount (Rs.'000)	As at March 31, 2022 Amount (Rs.'000)
<b>9 Short-Term Borrowings</b>		
<b>Other Loan and Advances</b>		
<b>Secured</b>		
Usha Financial Services Pvt. Ltd	61,760	84,992
Nupur Recyclres Ltd	5,293	-
Vivriti Capital Pvt Ltd	44,444	-
UC Inclusive Credit Private Limited	30,945	-
	<b>1,42,442</b>	<b>84,992</b>
	<b>As at March 31, 2023 Amount (Rs.'000)</b>	<b>As at March 31, 2022 Amount (Rs.'000)</b>
<b>10 Short-Term Provisions</b>		
Provision for Audit Fee	250	200
Provision for NPA (Loanbook)	53,409	39,117
Provision for Expenses	5,406	4,461
Provision for Tax	-	-
Provision for Gratuity - Current Obligation	2	1
Provision for Leave Encashment - Current Obligation	176	188
Contingent Provision on Standard Asset as per RBI Act, 1934	600	413
	<b>59,842</b>	<b>44,380</b>
	<b>As at March 31, 2023 Amount (Rs.'000)</b>	<b>As at March 31, 2022 Amount (Rs.'000)</b>
<b>12 Non Current Investments</b>		
<b>1. Quoted :</b>		
(i) Shares :		
(a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of Mutual Funds	-	-
(iv) Government Securities	-	-
(v) Others (please specify)	-	-
<b>2. Unquoted</b>	-	-
	-	-
	<b>As at March 31, 2023 Amount (Rs.'000)</b>	<b>As at March 31, 2022 Amount (Rs.'000)</b>
<b>13 Long-Term Loans and Advances</b>		
Loans and advances unsecured, considered good	-	-
	-	-
	<b>As at March 31, 2023 Amount (Rs.'000)</b>	<b>As at March 31, 2022 Amount (Rs.)</b>
<b>14 Other Non Current Assets</b>		
<b>Unsecured, considered good</b>		
Security Deposit	3,860	3,874
FLDG Deposits	10,000	10,000
Other Deposits	2,700	1,000
	<b>16,560</b>	<b>14,874</b>



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Notes to Financial Statements for the period ended March 31, 2023

Particulars	As at March 31, 2023 Amount (Rs.'000)	As at March 31, 2022 Amount (Rs.'000)
<b>15 Trade Receivables</b>		
Unsecured, considered good	-	274
Outstanding for a period exceeding six months from the date they are due for payment	-	-
Others	-	-
	-	<b>274</b>
	<b>As at March 31, 2023 Amount (Rs.'000)</b>	<b>As at March 31, 2022 Amount (Rs.'000)</b>
<b>16 Cash and Bank Balances</b>		
Cash and Cash Equivalents		
Balances with Bank:		
- On Current Account	16,494	18,901
<b>Cash on Hand</b>		
<b>Petty Cash</b>	69	5
Other Bank Balances	-	-
<b>Fixed Deposit</b>	11,783	52,800
	<b>28,345</b>	<b>71,706</b>
	<b>As at March 31, 2023 Amount (Rs.'000)</b>	<b>As at March 31, 2022 Amount (Rs.'000)</b>
<b>17 Short-Term Loans and Advances</b>		
Unsecured considered good	-	-
<b>Advances Recoverable in Cash and Kind</b>		
Unsecured considered good	-	-
Other Loans and Advances		
(a) Secured	-	-
(b) Unsecured		
(i) Standard	3,01,524	2,12,704
(ii) Sub- Standard	-	-
(iii) Loss Assets	-	-
	<b>3,01,524</b>	<b>2,12,704</b>
	<b>As at March 31, 2023 Amount (Rs.'000)</b>	<b>As at March 31, 2022 Amount (Rs.'000)</b>
<b>18 Other Current Assets</b>		
Accrued Income on FD	115	1,372
GST Input Available	690	2,350
Advance Tax Paid and TDS	2,876	1,031
IT Refund Receivable	-	267
Prepaid Expenses	144	90
Interest Accrued on Loans & Advances	22,255	10,168
Advance to Employees	1,011	1,743
Others	5,470	1,910
	<b>32,561</b>	<b>18,930</b>



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Notes to Financial Statements for the period ended March 31, 2023

**Note 11**

**Tangible assets**

(Amount in Rs.'000)

Particulars	Computers / Laptops	Office equipment	Vehicle	Furniture & Fixture	Total	Previous Year (FY 2021-22)
<b>Gross block (at cost) :</b>						
As at Mar 31, 2022	8,149	904	5,350	1,245	15,648	9,517
Add: Additions	410	43	-	-	453	6,590
Less: Deletions	(25)	-	-5350	-	(5,375)	(459)
<b>As at March 31, 2023</b>	<b>8,534</b>	<b>947</b>	<b>-</b>	<b>1,245</b>	<b>10,726</b>	<b>15,648</b>
<b>Accumulated depreciation :</b>						
As at Mar 31, 2022	5,925	304	982	271	7,482	4,078
Reversal	(17)	-	(2,274)	-	(2,291)	(240)
Charge for the period	1,788	176	1,293	127	3,384	3,644
<b>As at March 31, 2023</b>	<b>7,696</b>	<b>480</b>	<b>-</b>	<b>398</b>	<b>8,575</b>	<b>7,482</b>
<b>Net block :</b>						
As at Mar 31, 2022	2,224	599	4,368	974	8,166	5,439
<b>As at March 31, 2023</b>	<b>837</b>	<b>467</b>	<b>-</b>	<b>847</b>	<b>2,151</b>	<b>8,166</b>

**Intangible assets**

(Amount in Rs.'000)

Particulars	Software	Total	Previous Year (FY 2021-22)
<b>Gross block (at cost) :</b>			
As at Mar 31, 2022	19,623	19,623	13,254
Additions during the period	44,705	44,705	19,623
Deletions during the period	(23,753)	(23,753)	(13,254)
<b>As at March 31, 2023</b>	<b>40,576</b>	<b>40,576</b>	<b>19,623</b>
<b>Accumulated depreciation :</b>			
As at Mar 31, 2022	1,141	1,141	3,176
Reversal due deletion	(1,803)	(1,803)	(3,176)
Charge for the period	5,257	5,257	1,141
<b>As at March 31, 2023</b>	<b>4,595</b>	<b>4,595</b>	<b>1,141</b>
<b>Net block :</b>			
As at Mar 31, 2022	18,482	18,482	10,078
<b>As at March 31, 2023</b>	<b>35,981</b>	<b>35,981</b>	<b>18,482</b>



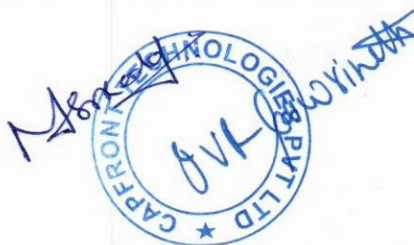
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Notes to Financial Statements for the period ended March 31, 2023

Particulars	For the period ended March 31, 2023 Amount (Rs.'000)	For the year ended March 31, 2022 Amount (Rs.'000)
<b>19 Revenue from Operations</b>		
<b>Sale of Services</b>		
Service Fee	32,385	-
Processing Fee Income	1,17,062	60,361
Penalty Income	5,642	6,250
Credit Report Sale Income	6	-
Life Time Registration Fee	7,254	4,091
Interest from Loans and Advances	1,00,695	35,729
	<b>2,63,044</b>	<b>1,06,431</b>
	<b>For the period ended March 31, 2023 Amount (Rs.'000)</b>	<b>For the year ended March 31, 2022 Amount (Rs.'000)</b>
<b>20 Other Income</b>		
Interest from FD	1,556	3,590
Other Interest Income	820	1,418
Profit on Sale of MF Units	-	179
Profit on Sale of Fixed Assets	1,324	26
Miscellaneous Income	145	1,360
	<b>3,844</b>	<b>6,574</b>
	<b>For the period ended March 31, 2023 Amount (Rs.'000)</b>	<b>For the year ended March 31, 2022 Amount (Rs.'000)</b>
<b>21 Employee Benefits Expense</b>		
Salaries, Wages and Bonus	38,068	23,984
Contribution to Provident and Other Funds	1,147	1,292
Employee Insurance	293	531
Gratuity Expense	242	91
Leave Encashment Expenses	444	-
Staff Welfare Expenses	403	229
	<b>40,597</b>	<b>26,128</b>
	<b>For the period ended March 31, 2023 Amount (Rs.'000)</b>	<b>For the year ended March 31, 2022 Amount (Rs.'000)</b>
<b>22 Depreciation and Amortization Expense</b>		
Depreciation on Tangible Assets	3,384	3,644
Depreciation on Intangible Assets	5,257	1,141
	<b>8,641</b>	<b>4,784</b>
	<b>For the period ended March 31, 2023 Amount (Rs.'000)</b>	<b>For the year ended March 31, 2022 Amount (Rs.'000)</b>
<b>23 Service Deficiency Charges</b>		
Charges for Deficiency in Service - PJCC	(2,503)	(1,228)
Charges for Deficiency in Service - Shabri	(23)	(42)
Charges for Deficiency in Service - Trident	(1,443)	(658)
Charges for Deficiency in Service - Usha	(5,493)	(6,726)
	<b>(9,462)</b>	<b>(8,654)</b>



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Notes to Financial Statements for the period ended March 31, 2023

Particulars	For the period ended March 31, 2023 Amount (Rs.'000)	For the year ended March 31, 2022 Amount (Rs.'000)
<b>24 Other Expenses</b>		
Advertisement and Business Promotion	4,117	1,158
Assets Written off	-	12,893
Audit Fee	250	230
Brokerage & Commission Charges	32,885	318
Communication Costs	1,632	293
Director Remuneration	800	1,418
House Keeping/Security Charges	1,118	1,058
Ineligible Input	5,654	1,761
Insurance	70	57
Irrecoverable Debts Written Off	75,521	(12,930)
Legal and Professional Fees	2,850	1,960
Loss on Sale of Investment in Subsidiary Lf2Peer	-	718
Membership Fees	143	330
Miscellaneous Expenses	730	163
Office Expenses	1,576	370
Operational & Verification Expenses	48,770	34,275
Power and Fuel	1,005	695
Provision For NPA (Loan Book)	14,292	39,117
Rates & Taxes	575	177
Rent	7,426	5,708
Repair and Maintenance	829	116
Loss on Sale of Software	1,950	-
Technical Consultancy Charges	1,765	2,543
Travelling and Conveyance	874	83
	<b>2,04,833</b>	<b>92,510</b>
	<b>For the period ended March 31, 2023 Amount (Rs.'000)</b>	<b>For the year ended March 31, 2022 Amount (Rs.'000)</b>
<b>25 Finance Costs</b>		
Bank Charges	343	131
Brokerage Interest and Other Charges	26	-
Processing Fee	2,005	1,015
Interest on ST Loan	15,578	2,674
Interest on ICD	6,221	914
	<b>24,173</b>	<b>4,735</b>

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26 Earnings per share (EPS)

	March 31, 2023 Amount (Rs.'000)	March 31, 2022 Amount (Rs.'000)
Net profit after tax for the purpose of EPS (Rs.)	(2,741)	(6,808)
Weighted average number of equity shares in calculating basic EPS	1,00,000	1,00,000
Weighted average number of equity shares in calculating diluted EPS	1,00,000	1,00,000
EPS - basic and diluted (Rs.)	(27)	(68)

27 Related party disclosures

A. Names of related parties and related party relationship

Related parties under AS 18 with whom transactions have taken place during the year

Name	Relationship
Gowrinath Venkata Raghava Itha	CEO/Whole Time Director
Vaibhav Vyapaar Pvt Ltd	Subsidiary
LF2PEER Financial Services Pvt Ltd	Director in Common

B. Related party transactions

The following table provides the total amount of transactions that have been entered into with related parties for the relevant financial year:

Name of the Related Party	Nature of Relationship	Nature of Transaction	Amount(Rs.'000)		
			Amount as on 31st March 2022	Transaction during the year	Amount as on 31st Mar, 2023
Gowrinath Venkata Raghava Itha	CEO/Whole Time Director	Reimbursement	-1,213	303	-911
Gowrinath Venkata Raghava Itha	CEO/Whole Time Director	Remuneration		5,978	
Vaibhav Vyapaar Pvt Ltd	Subsidiary Company	Sub Lease Rent Received	343	-343	-
Vaibhav Vyapaar Pvt Ltd	Subsidiary Company	Trade Payables	67,813	-11,463	56,350
Vaibhav Vyapaar Pvt Ltd	Subsidiary Company	Service Fee	-	149	149
Lf2peer Financial Services Pvt Ltd	Director in common	Sub Lease Rent Received	-	-8.73	-8.73
Lf2peer Financial Services Pvt Ltd	Director in common	Reimbursement of Expenses	274	(274)	-

28 The Parent Company is a small and medium-sized company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014 and Companies (Accounting Standard) Amendment Rules 2016. Accordingly, the Company has complied with the Accounting Standards as

29 Deferred Tax Asset/ (Liability) AS-22

	Amount(Rs.'000)	
	March 31, 2023	March 31, 2022
Deferred Tax Assets/(Liabilities)- Opening Balance	676	366
Deferred Tax Liabilities for the year	848	310
Net deferred Tax Assets / (Liability)	1,524	676

30 Trade Payables Ageing Schedule

Particulars	Outstanding for following period from due date of payment						Total
	Unbilled	Not Due	Less than 1 Year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	39	-	-	-	39
(ii) Others	-	-	2,010	-	-	-	2,010
(iii) Disputed dues - MSME	-	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-	-
<b>Total</b>	-	-	<b>2,048</b>	-	-	-	<b>2,048</b>

Particulars	Outstanding for following period from due date of payment						Total
	Unbilled	Not Due	Less than 1 Year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	336	-	-	-	336
(ii) Others	-	-	1,393	-	-	-	1,393
(iii) Disputed dues - MSME	-	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-	-
<b>Total</b>	-	-	<b>1,729</b>	-	-	-	<b>1,729</b>

31 Trade Receivables Ageing Schedule

Particulars	Outstanding for following period from due date of payment							Total
	Unbilled	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	-	-	-	-	-	-	-	-
(ii) Undisputed Trade Receivables - Considered doubtful	-	-	-	-	-	-	-	-
(iii) Disputed Trade Receivables - Considered Good	-	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - Considered doubtful	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-	-	-

Particulars	Outstanding for following period from due date of payment							Total
	Unbilled	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	-	-	-	274	-	-	-	274
(ii) Undisputed Trade Receivables - Considered doubtful	-	-	-	-	-	-	-	-
(iii) Disputed Trade Receivables - Considered Good	-	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - Considered doubtful	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	<b>274</b>	-	-	-	<b>274</b>



**32 Loans & Advances Granted by the Company**

The company has granted loan or advances to promoters/directors (as defined under the companies act, 2013) either severally or jointly with any person either from borrowed funds or share premium or any other sources of funds.

Particulars	March 31, 2023 Amount (Rs.'000)	March 31, 2022 Amount (Rs.'000)
Itha Venkata Raghava Gowrinath	7,500	9,500
<b>Total</b>	<b>7,500</b>	<b>9,500</b>

33 The holding company has given guarantee to 3rd parties for the loans borrowed by its subsidiary company M/S Vaibhav Vyapaar Private Limited during the financial year 2022-23 to the extent of 26.5 crore. The balance outstanding as on 31st march 2023 is Rs.1,42,442 ('000).

**34 Analytical Ratios**

Ratio	Note	March 31, 2023	March 31, 2022	Variance (in %)
Current Ratio	(a)	1.74	2.26	-23%
Debt-Equity Ratio	(b)	0.69	0.41	70%
Debt Service Coverage Ratio	(c)	0.17	0.02	721%
Return on Equity Ratio	(d)	(0.01)	(0.03)	-59%
Inventory Turnover Ratio	(e)			
Trade Receivables Turnover Ratio	(f)	1,920.81	747.74	157%
Trade Payables Turnover Ratio	(g)			
Net Capital Turnover Ratio	(h)	1.52	0.80	102%
Net Profit Ratio	(i)	(0.01)	(0.06)	-84%
Return on Capital Employed	(j)	0.10	(0.01)	-790%
Return on Investment	(k)	96.01	(14.03)	-784%

Ratio	Note	Numerator	Denominator
Current Ratio	(a)	Current Assets	Current Liabilities
Debt-Equity Ratio	(b)	Long Term and Short term debts	Net worth
Debt Service Coverage Ratio	(c)	EBIDTA	Interest + Principal
Return on Equity Ratio	(d)	Net Profit	Net worth
Inventory Turnover Ratio	(e)	COGS	Average Inventory
Trade Receivables Turnover Ratio	(f)	Net Credit Sales	Average Accounts Receivable
Trade Payables Turnover Ratio	(g)	Net Credit Purchase	Average Accounts Payable
Net Capital Turnover Ratio	(h)	Turnover	Average Working capital
Net Profit Ratio	(i)	Net Profit	Turnover
Return on Capital Employed	(j)	EBIT	Total Assets - Current Liabilities
Return on Investment	(k)	EBIT	Equity

**35 Capital Commitments and Contingent Liabilities**

Particulars	March 31, 2023	March 31, 2022
<b>Capital Commitments</b>		
The estimated amount of contracts to be executed on capital account and not provided for	-	-
<b>Contingent Liabilities</b>		
Claims against the company not acknowledged as debts	-	-
Expenditure in foreign currency	-	-

36 The Company is in the process of expanding its business and hence currently incurring losses. The Board of Directors do not foresee material uncertainty regarding the Company's ability to continue as a going concern for foreseeable future based on review of business plan and projected future cash flow and accordingly these Financial statements has been prepared on Going concern basis.

For K.S. Ramkumar and Co.  
Chartered Accountants  
FRN: 0061675  
BANGALORE  
K.S. Ramkumar  
Proprietor  
Membership number: 027484  
Place: Bengaluru  
Date: 01-09-2023

For and on behalf of the Board of Directors of  
Capfront Technologies Private Limited

Satvanavana Reddy Veera Venkata Mallidi  
Director  
DIN: 06893784  
Place: Bengaluru  
Date: 01-09-2023

Gowrinath Venkata Raghava Itha  
Director  
DIN: 08281079  
Place: Bengaluru  
Date: 01-09-2023