



Inclusion·Growth·Prosperity

ANNUAL REPORT

SAVE MICROFINANCE PRIVATE LIMITED

2023-2024



Table of Contents

1.	Company Information	1
2.	About the Report	2
3.	Company Outlook	3
4.	Mission & Vision	4
4.	Board of Directors	5-7
5.	Board Report	8-59
6.	Auditors Report	60-72
7.	Balance Sheet	73
8.	Statement of Profit and Loss	74
9.	Cash Flow Statement	75
10.	Notes to Financial Statements	76-106

COMPANY INFORMATION

NAME

SAVE MICROFINANCE PRIVATE LIMITED

CIN

U65929DL2016PTC304877

REGISTRATION NO.

N-14.03377

REGISTERED OFFICE ADDRESS

Unit No. 782, 7th Floor, Vegas Mall, Plot No.6, Sector-14, Dwarka, South West Delhi, New Delhi, Delhi, India, 110075

DIRECTORS

Mr. Ajeet Kumar Singh
Mr. Ajay Kumar Sinha
Mr. Pankaj Kumar
Mr. Krishna Kumar Tiwary
Mr. Radhey Shyam Garg
Mr. Siva Chidambaram Vadivel Alagan

CHIEF FINANCIAL OFFICER

Mr. Pintu Kumar Singh

COMPANY SECRETARY

Mr. Vijay Kumar Dwivedi

CHIEF COMPLIANCE OFFICER

Ms. Megha Bansal

STATUTORY AUDITORS

M/S S. S. Kothari Mehta & Company

INTERNAL AUDITORS

M/S BDO INDIA LLP

REGISTRAR AND SHARE TRANSFER AGENT

NSDL Database Management Limited

DEBENTURE TRUSTEE

(i) IDBI Trusteeship Services Limited
(ii) Catalyst Trusteeship Limited
(iii) Beacon Trusteeship Limited
(iv) Vistra ITCL (India) Limited
(v) Mitcon Credentia Trusteeship Services Limited

ABOUT THE REPORT

Save Microfinance Private Limited (“SMPL”) Integrated Report (IR) is meticulously crafted to reflect the Company's objectives and values in a comprehensive manner. We understand the importance of annually communicating our achievements, milestones, challenges, and opportunities to our esteemed stakeholders. This Report serves as a pivotal communication tool, providing detailed insights into our business verticals, processes, and the economic, social, and environmental dimensions of our operations. It is aligned with our business strategy and underscores material issues that could influence our capacity to generate sustainable value.

Reporting Period:

The reporting period for this Integrated Report is from April 1, 2023, to March 31, 2024.

Our Approach to Assessing Materiality:

The Integrated Report offers a thorough overview of our business operations and the initiatives driving long-term sustainable value. The Report delves into several significant factors that may affect the Company's potential to create value and the measures taken to address these concerns

Management Commitment:

The content of this Report has been meticulously reviewed by our senior management team of the Company. Additionally, the Board members of the Company have provided the necessary oversight.

Save Microfinance Private Limited

Save Microfinance Pvt. Ltd. (SMPL) is a dynamic Non-Banking Financial Company (NBFC) based in Delhi, having received its Certificate of Registration from the Reserve Bank of India (RBI) on October 5, 2017.

Operating with a focus on joint liability group lending, SMPL exclusively serves women, providing micro-credit services tailored to foster their entrepreneurial ambitions. Our loan offerings typically range from INR 15,000 to INR 60,000 and are specifically designed to support a variety of income-generating activities. These include small-scale businesses, handicrafts, trade and services, as well as agricultural and allied ventures.

COMPANY OUTLOOK

MISSION

To provide financial services to the unserved and underserved customers as responsible and best-in-class financial institution, fostering growth and sustainability in diverse income-generating activities of our customers.

VISION

To be the most trusted, innovative and technology driven financial institution serving life cycle needs of the underserved and rural segments.



DIRECTORS

Mr. Ajeet Kumar Singh



A visionary leader and one of the founding members of Save Group, established in 2009, Mr. Ajeet holds a degree in Humanities and brings over 16 years of extensive experience in the financial services and banking sector. His expertise spans rural and urban areas, focusing on business correspondent networks, alternate banking channels, rural marketing, financial services, microfinance, and strategic development.

As a Promoter Director of Save Microfinance Pvt. Ltd. (NBFC-MFI), Save Financial Services Pvt. Ltd. (NBFC), registered with the RBI, and Save Housing Finance Limited registered with the National Housing Bank (NHB), he has played a crucial role in advancing the organization's objectives. His key responsibilities include networking, business and market development, and IT infrastructure setup at Save Solutions Pvt. Ltd. Under his guidance, Save Solutions has become a prominent partner for the State Bank of India (SBI) in promoting financial inclusion through their business correspondent and kiosk banking models.

He has been instrumental in establishing an alternative banking channel across 30 states in India for SBI as a Business Correspondent partner.

Mr. Ajay Kumar Sinha

Mr. Sinha has over 22 years of comprehensive experience in the financial services sector, spanning banking, insurance, healthcare, and non-governmental organizations. He holds a Bachelor's degree in science.

As the Promoter Director of Save Microfinance Pvt. Ltd. (NBFC-MFI), Save Financial Services Pvt. Ltd. (NBFC), registered with the RBI, and Save Housing Finance Limited registered with the National Housing Bank (NHB), Mr. Sinha has effectively blended his extensive grassroots experience with strategic business acumen.

His career has been distinguished by a profound understanding of on-ground realities and an unwavering commitment to developing efficient and impactful operational models. Mr. Sinha has played a transformative role in revolutionizing credit delivery mechanisms to underserved and unorganized segments in India. His efforts have been instrumental in establishing Save Financial Services as a key partner for the State Bank of India (SBI) in their financial inclusion initiatives through business correspondent and kiosk banking models.



Mr. Pankaj Kumar



With 17 years of extensive experience in the Financial Services Industry, Mr. Pankaj is a co-founder of the Save Group and serves as the Director of Save Solutions, where he oversees the financial and operational management of alternative banking channels. He holds a Bachelor's degree in science and is responsible for system design and monitoring.

As a Promoter Director of Save Microfinance Pvt. Ltd. (NBFC-MFI), Save Financial Services Pvt. Ltd. (NBFC), registered with the RBI, and Save Housing Finance Limited registered with the National Housing Bank (NHB), Mr. Pankaj has utilized his analytical skills and operational expertise to drive significant advancements in credit delivery systems.

His role has been instrumental in transforming financial inclusion for the Indian masses, particularly in rural areas. Under his leadership, the Save Group has become a highly successful partner with the State Bank of India, especially through their business correspondent and kiosk banking models.

Mr. Pankaj has also been crucial in establishing alternative banking channels across 30 states in India, significantly enhancing SBI's reach and effectiveness as a Business Correspondent partner. His contributions have substantially advanced financial inclusion efforts and bolstered SBI's outreach programs.

Mr. Krishna Kumar Tiwary

Mr. Krishna Kumar Tiwary holds a Bachelor of Commerce (Hons.) degree from Banaras Hindu University and is a Fellow Member of the Institute of Chartered Accountants of India. With over 21 years of experience in Audit, Taxation, Project Finance, and Consultancy, he brings extensive expertise to his roles.

Mr. Tiwary is exclusively associated with prominent funders such as ICICI Bank Limited, Vivriti Capital, Northern Arc, and others in a professional capacity. In addition to his work with these institutions, Mr. Tiwary is an active partner at Krishna Anurag and Company.

Mr. Tiwary also possesses specialized experience in the field of Microfinance, further enhancing his broad expertise in the financial sector. His deep knowledge and diverse experience make him a valuable asset in the realms of audit, taxation, and financial consultancy.



Mr. Radhey Shyam Garg



Mr. R.S. Garg joined the National Housing Bank (NHB) as a Manager in February 1989 and held several key positions throughout his tenure, culminating in his appointment as Executive Director in November 2011. He retired from NHB in April 2017.

During his distinguished career at NHB, Mr. Garg worked across various departments, including Regulation and Supervision, Refinance Operations, Resources Management & Treasury, Accounts, Legal, Audit, and Board Secretariat. He was also a member of several committees and groups established by NHB and the Central Government to promote housing in India. Additionally, he served as a director on the board of GRUH Finance Ltd. as a nominee of NHB.

Mr. Garg made significant contributions in several areas, including:

- The extension of the SARFAESI Act to Housing Finance Companies (HFCs).
- The introduction of securitization in the residential mortgage market.
- The regulation and supervision of HFCs.
- The removal of prepayment penalties in the housing finance sector.
- The establishment of the Mortgage Guarantee Corporation and Credit Guarantee Fund Trust.
- The development of Reverse Mortgage Loan documentation.

Mr. Garg holds a Bachelor of Commerce (B.Com.), a Master of Laws (LL.M.), the Certified Associate of the Indian Institute of Bankers (CAIIB), and has completed the Company Secretary (CS) Intermediate level.

Mr. Siva Chidambaram Vadivel Alagan

Mr. Siva has a diverse professional background, with experience spanning seven countries in the Asia-Pacific region, including India, China, and Indonesia. He began his career at Deloitte as an Enterprise Risk Consultant and later transitioned into roles as an Investment Manager with Triple Jump BV and Incofin IM.

With over six years of expertise in corporate finance, investment management, and financial inclusion, Mr. Siva specializes in managing funds that invest in financial institutions focusing on SME finance, microfinance, agriculture finance, and affordable housing finance.

Mr. Siva holds an Honors degree in Economics from Delhi University, which equips him with a robust analytical and strategic perspective. His international experience and specialization bring valuable insights to the board, enhancing decision-making and strategic planning.



BOARD REPORT

Dear Member,

Save Microfinance Private Limited

The Board has pleasure in presenting the Eighth (8th) Annual Report along with the Audited Financial Statements of your Company for the financial year ended March 31, 2024.

Save Microfinance Private Limited is a systemically important non-deposit taking non-banking financial company (NBFC-ND-NSI) registered with the Reserve Bank of India (“RBI”), classified as a non-banking financial company – micro finance institution (NBFC-MFI).

1. FINANCIALS SUMMARY/ HIGHLIGHTS AND OPERATION’S PERFORMANCE

(Amount in “INR” in Lakhs)

Particulars	FY March 31, 2024	FY March 31, 2023
Income		
Revenue from Operation	20,722.63	17,109.08
Other income	150.24	40.95
Total Income	20,872.87	17,150.03
Expenditure		
Employee Benefit Expense	4,714.69	3,914.42
Depreciation and Amortisation Expense	83.66	151.06
Finance Costs	9282.88	7,696.26
Other Expense	4881.27	2,704.61
Provisions and write-offs	457.99	387.69
Total Expense	19,420.49	14,854.04
Profit before tax	1,452.38	2,295.99
Tax Expenses:		
-Current Tax	415.66	551.00
-Deferred Tax Credit	(287.99)	31.19
-Tax reversal for earlier year	107.12	-
Profit after tax	1,217.59	1,713.80

The Operational Performance of your Company for last two financial years are summarized in the following table:

Particulars	March 31, 2024	March 31, 2023	Increase over % in FY 2023-24
Number of Branches	242	242	NIL
Number of Clients	437127	426,922	2.4%
Number of employees	1506	1508	0%
Number of States	9	9	%
Amount Disbursed (INR in Crore)	874	947.06	(8%)
Portfolio Outstanding (INR in Crore)	1179.6	1252	20%

2. ANNUAL RETURN

Pursuant to Section 92(3) read with Section 134(3) (a) of the Act, the draft Annual Return in the form MGT-7 of the Company as on March 31, 2024 is available on the Company's website i.e. <https://saveind.in/>.

3. DESCRIPTION ABOUT COMPANY'S STATE OF AFFAIRS & WORKING

Your Company is a wholly owned subsidiary of Save Solutions Private Limited ("SSPL") and holds a Certificate of Registration ('COR') dated 05 October 2017, bearing registration no. N-14.03377 and engaged in the business of providing micro credits, advances and lending money, on such terms as may be determined from time to time. There has been no change in the business of the Company during the Financial Year 2023-24.

4. DEPOSITS

During the year under review, your Company has not received or accepted any deposit from the public and retained its non-acceptance of public deposit NBFC status. The financials of your Company do not contain any figures that come under the classification of deposits as specified under Chapter V of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.

Further, there was no such unpaid or unclaimed amount as at the end of the year and the Company has not defaulted in payment of interest during the financial year under review.

5. TRANSFER TO RESERVES

Pursuant to Section 45-IC of the RBI Act, 1934 prescribes that every NBFC shall create a reserve fund and transfer therein an amount not less than 20% of its net profit after tax. During the year under review, your Company has transferred INR 243.52 Lakhs to Statutory Reserve.

6. DIVIDEND

To maintain a healthy Net Worth & Capital Adequacy Ratio, the Directors of your Company proposed to retain profits into the business itself and does not recommend to declare the dividend on equity shares of the Company.

7. CAPITAL ADEQUACY RATIO

The Capital Adequacy Ratio of your Company was 21.41% as of March 31, 2024 as against the minimum capital adequacy requirements of 15% by the Reserve Bank of India.

8. FUNDING POSITION

During the year under review, in terms of fund raising, your Company has mobilized funds amounting to INR 29,400.00 Lakhs through term loans.

Name of the Bank/NBFC/FI	Bank/NBFC/FI	Nature	Total Lakhs) (In
State Bank of India	Bank	Term Loan	1,500.00
ICICI Bank	Bank	Term Loan	550.00
Mas Financial Services Limited	NBFC	Term Loan	1,500.00
Shriram Finance Limited	NBFC	Term Loan	2,000.00
Union Bank of India	Bank	Term Loan	1,500.00
Profectus Capital Pvt Ltd	NBFC	Term Loan	500.00
Indian Overseas Bank	Bank	Term Loan	2,500.00
Arohan Financial services Limited	NBFC	Term Loan	1,500.00
Tata Capital	NBFC	Term Loan	1,000.00
LC Capital India Pvt Ltd	NBFC	NCD	3,500.00
Creation Investments FPI, LLC	NBFC	NCD	4,500.00
Bank of Baroda	Bank	Term Loan	2,500.00
BLACKSOIL INDIA	NBFC	NCD	1,000.00
Caspian Impact Investments Private Limited	NBFC	Term Loan	600.00
Klay Capital	NBFC	Term Lan	1,000.00

Capital Small Finance Bank	Bank	Term Loan	750.00
Vivriti Assests Management Private Limited	NBFC	NCD	2,000.00
Vivriti Capital Private Limited	NBFC	Term Loan	1,000.00
GRAND TOTAL			29,400.00

Company has added the following new funders in the Financial Year 2023-24:

1. Shriram Finance Private Limited
2. Profectus Capital Pvt Ltd
3. Indian Overseas Bank
4. Tata Capital
5. LC Capital
6. Creation Investments FPI, LLC
7. Black soil India
8. Klay Capital
9. Capital Small Finance Bank

9. CREDIT RATING

Rating assigned by Credit Rating Agencies and migration of rating during the year:

S. No.	Facilities/Instrument	Credit Rating Agency	Current Rating	Previous Rating	Amount (INR in Lakhs)
1	Bank Loan Facilities (Long Term)	Infomeric	BBB+/Stable	BBB+/Stable	85,000.00
2	Debentures	Care Edge	BBB/Stable	BBB/Stable	22,000.00
3	PTC-MAS (GEMINI 11 2022)	Infomeric	A(SO)/BBB+(SO)	A(SO)/BBB+(SO)	331.00
4	PTC-MAS (Agetes 02 2023)	ICRA	A-(SO)/BBB+(SO)	A-(SO)/BBB+(SO)	1,373.00
5	PTC-MAS (Emblica 03 2023)	ICRA	A-(SO)/BBB+(SO)	A-(SO)/BBB+(SO)	966.00
6	PTC-MAS (Sita 06 2023)	ICRA	A-(SO)/BBB+(SO)	NA	1,785.00
7	PTC- HLF (Salvare 09 2023)	ICRA	A+(SO)/A-(SO) + BBB-(SO)	NA	1,750.00
8	PTC- VAM (Sirius 03 2024)	Care Edge	A-(SO)	NA	1,474.00

10. DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP)

A. DIRECTORS:

During the financial year 2023-24, There is no change in the composition of the Board have occurred. The Composition of Board are as follows: -

Sl. No.	Name of Directors	Category
1.	Mr. Ajay Kumar Sinha	Director
2.	Mr. Ajeet Kumar Singh	Director
3.	Mr. Pankaj Kumar	Director
4.	Mr. Siva Chidambaram Vadivel Alagan	Nominee Director
5.	Mr. Radhey Shyam Garg	Independent Director
6.	Mr. Krishna Kumar Tiwary	Independent Director

The Board was duly constituted in compliance of the Companies Act, 2013 and Reserve Bank of India Act, 1934.

All the directors of the Company have confirmed that they are not disqualified or for being appointed / reappointed as directors in terms of Section 164 (2) the Companies Act, 2013. All the directors of the Company have confirmed that they satisfy the fit and proper criteria as prescribed under the applicable regulations and none of the directors are related to each other.

Declaration by Independent Directors

The Company has received declarations from the Independent Directors viz Mr. Krishna Kumar Tiwary and Mr. Radhey Shyam Garg stating that they meet the criteria of independence as provided in Section 149(6) of the Act.

B. KEY MANAGERIAL PERSONNEL:

During the year under review Mr. Gourav Sirohi resigned from the position of Chief Financial Officer of the Company w.e.f. December 05, 2023 and Mr. Pintu Kumar Singh was appointed as the Chief Financial Officer of the company w.e.f. January 18, 2024

Further Ms. Manisha Gulyani resigned from the position of Company Secretary of the Company w.e.f. 06 September 2023 and Mr. Vijay Kumar Dwivedi was appointed as the Company Secretary w.e.f. January 18, 2024.

No other changes took place in the Key Managerial Person of the Company otherwise as stated above.

11. NUMBER OF MEETINGS/ ATTENDANCE OF THE BOARD OF DIRECTORS

A. Number of Board Meetings:

The Board of Directors of your Company met Eight (08) times during the Financial Year 2023-24 on the following dates:

SI. No.	Date of Meeting
1.	29.04.2023
2.	10.05.2023
3.	19.07.2023
4.	15.09.2023
5.	30.11.2023
6.	14.12.2023
7.	18.01.2024
8.	23.03.2024

B. Attendance of Directors:

SI. No.	Name of Directors	Category of Directors	Number of Meetings for which Directors were eligible to attend	Number of Meetings Attended	Whether Present at Last AGM held 27.09.2023
1.	Mr. Ajay Kumar Sinha	Director	8	8	Yes
2.	Mr. Ajeet Kumar Singh	Director	8	8	Yes
3.	Mr. Pankaj Kumar	Director	8	8	Yes
4.	Mr. Siva Chidambaram Vadivel Alagan	Nominee Director	8	6	No
5.	Mr. Radhey Shyam Garg	Independent Director	8	6	No
6.	Mr. Krishna Kumar Tiwary	Independent Director	8	7	Yes

12. NUMBER OF SHAREHOLDER'S MEETING

A. Annual General Meeting:

The last Annual General Meeting of your Company was held on September 27, 2023.

B. Extraordinary General Meeting:

Five (05) Extra-ordinary General Meetings were held during the Financial Year 2023-24 viz. on 25th May 2023, 30th November 2023, 14th December 2023, 21st March 2024 and 25th March 2024.

13. MATERIAL EVENT RECORDED SUBSEQUENT TO THE DATE OF FINANCIAL STATEMENTS

There are no material changes and commitment affecting the financial position of the Company, which has occurred between the end of the financial year i.e., March 31, 2024 and the date of the Director's Report.

14. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

During the year under review, there is no such order has been passed by any regulatory Authority or Tribunal which impact the going concern status and Company's operations in near future.

15. SHARE CAPITAL

A. Equity Shares:

The Authorized Share Capital of the Company is INR 165,00,00,000 (Rupees One Hundred and Sixty-Five Crores only) divided into 16,50,00,000 (Sixteen Crores and Fifty Lakhs) equity shares at a face value of INR. 10/- (Rupees Ten only) each.”

During the year under review, the Authorized share capital of the Company has increased from INR 1,500,000,000 (Rupees One Hundred and Fifty Crores only) divided into 15,00,00,000 (Fifteen Crores) equity shares at a face value of INR. 10/- (Rupees Ten only) each to INR 1,650,000,000 (Rupees One Hundred and Sixty-Five Crores only) divided into 16,50,00,000 (Sixteen Crores and Fifty Lakhs) equity shares at a face value of INR. 10/- (Rupees Ten only) each.

Your Company has not allotted equity shares during the Financial Year ended 31st March 2024.

The paid-up share capital of your Company as on March 31, 2024 was INR 137,27,27,250/- (13,72,72,725 Equity Share having face value of INR 10/- per share).

B. Buy Back of Securities: During the year under review, your company has not bought back any of its securities.

C. Sweat Equity Shares: During the year under review, your Company has not issued any sweat equity shares.

D. Bonus Shares: During the year under review, your Company has not issued any bonus shares.

E. Employees Stock Options: During the year under review, no Employees Stock Options were issued or granted.

16. DETAILS OF SUBSIDIARY, JOINT VENTURES AND ASSOCIATE COMPANIES, AS REQUIRED UNDER RULE 8 OF THE COMPANIES (ACCOUNTS) RULES, 2014

During the year under review, your Company does not have any subsidiary, joint venture and associate companies.

17. TRANSACTIONS WITH RELATED PARTIES

During the year under review, your Company has entered into contract or arrangement with Related Party as prescribed under sub-section (1) of section 188 of the Companies Act, 2013. During the year under review, there were no other material significant related party transactions entered into by the Company with its Promoters, Directors, Key Managerial Personnel which may have a potential conflict with the interest of the Company at large.

The information on transactions with related parties pursuant to Section 134(3)(h) of the Companies Act, 2013 read with Rule 8(2) of the Companies (Accounts) Rules, 2014 are attached herewith as “**Annexure – A**” in **Form No. AOC-2** and the same forms part of the Director’s Report.

18. STATUTORY AUDITORS, AUDIT QUALIFICATION AND BOARD’S EXPLANATION

a) Statutory Auditors and Audit Qualification

Pursuant to the provisions of Section 139 of the Companies Act, 2013 read with rules made thereunder, M/S S. S. Kothari Mehta & Company, Chartered Accountants, were appointed as the Statutory Auditors of the Company at the Annual General Meeting (“AGM”) of the Company held on 30.09.2022 for the term of three consecutive years commencing from the financial year 2022-23 till the financial year 2024-25.

Further, the Statutory Auditor’s report for the financial year 2023-24 does not contain any qualification, reservation, or adverse remark and are self-explanatory and therefore, in the opinion of the Board, do not call for further comments. The Auditors’ Report forms part of the Financial Statements of the Company.

b) Reporting of Frauds by Statutory Auditors:

During the year under review, Statutory Auditors has not reported any instance of frauds committed in the Company by its Officers or Employees to the Board of Directors under Section 143(12) of the Companies Act, 2013.

19. SECRETARIAL STANDARD OF ICSI

During the year under review, your Company has complied with the provisions of Secretarial Standard - 1 (Secretarial Standard on Meeting of Board of Directors) and Secretarial Standard-2 (Secretarial Standard on General Meeting) issued by the Institute of Company Secretaries of India.

20. FAIR PRACTICE CODE

Your Company has in place a Fair Practice Code (FPC), which includes guidelines on the terms and conditions relating to receipt of loan applications from the prospective borrowers and processing thereof, sanction, monitoring and recovery of loans and other financial products being offered by it, the Grievances Redressal Mechanism in place etc.

21. CORPORATE GOVERNANCE

Effective Corporate Governance practices constitute the strong foundation on which successful commercial enterprises are built to last. The Company's philosophy on corporate governance oversees business strategies and ensures fiscal accountability, ethical corporate behavior and fairness to all stakeholders comprising regulators, employees, customers, vendors, investors and the society at large.

The Company has a strong legacy of fair, transparent and ethical governance practices. The Company has adopted a Code of Conduct for its employees including its directors.

22. PARTICULARS OF EMPLOYEES

The provisions of section 134(3)(q) of the Companies Act, 2013 read with Rule 5(2) & (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and amendment thereof are not applicable on the Company being a private limited

23. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS

Your 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 March 31, 2024, 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.

Further, your Company has appointed M/s BDO India LLP Chartered Accountant (s) as the Internal Auditor of the Company with effect from 18th January 2024, for conducting Internal Audit for the financial year ended 31st March 2024.

24. COST RECORDS

During the year under review, the provisions regarding the maintenance of the Cost Accounts & Records as specified under Section 148(1) of the Companies Act 2013, are not applicable on your Company.

25. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

During the year under review, in terms of the provisions of Section 186(1) of the companies Act, 2013, the Company did not make any investment through more than two layers of investment companies.

Since, the Company is Non-Banking Financial Company, the disclosures regarding particulars of the loan or guarantee given and security provided is exempt under the provisions of Section 186(11) of the Act read with rules made thereunder, as amended. Further, the details of investments made by the Company are disclosed in the Notes to the Financial Statements.

26. POLICIES

A. Vigil Mechanism/ Whistle Blower Policy:

The Company in accordance with provisions of Section 177(9) of the Companies Act, 2013 has established Vigil Mechanism for its employees and Directors through Whistle Blower Policy to deal with instances of unethical behavior, actual or suspected fraud or violation of Company's code of conduct or ethics policy.

Further, the Code of Conduct of your Company serves as a guide for daily business interactions, reflecting your Company's standard for appropriate behavior and living Corporate Values. The Code of Conduct applies to all Directors, Officers and all employees of the Company. During the year under review, none of the personnel have been denied access to the Chairman of the Board.

During the financial year 2023-2024, no complaint pertaining to the Company has been received under Whistle Blower mechanism.

B. Sexual Harassment Policy for Women under the Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013:

Your Company has been employing 28 women employees in various cadres as on March 31, 2024. The Company has in place a Policy on Prevention, Prohibition and Redressal of Sexual Harassment of Women at Workplace and an Internal Complaints Committee in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Rules made thereunder for reporting and conducting an inquiry into the complaints made by the victim on the harassments at the workplace. The functioning of the Committees was carried out as per the letter and spirit of the provisions of the Act.

Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this Policy. The Policy is gender neutral.

Further, during the year under review, your Company has not received any complaint of sexual harassment and hence, no complaints were pending for redressal as on March 31, 2024.

27. COMMITTEES OF THE BOARD

I. Working Committee:

The Working Committee of the Board of Directors of your Company has been constituted in line with the provisions of Section 179(3) of the Companies Act, 2013. Details w.r.t. composition, date of meetings, attendance of members and terms of reference of the Working Committee are as follows:

a) Composition and Meeting

During the year under review, the Committee comprised of three (03) members. The Working Committee met Sixteen (16) times on the following dates:

SI. No.	Date of Meeting
1.	03.05.2023
2.	27.06.2023
3.	31.07.2023
4.	18.09.2023
5.	29.09.2023
6.	30.09.2023
7.	16.10.2023
8.	15.11.2023
9.	27.12.2023
10.	29.12.2023
11.	15.01.2024
12.	30.01.2024
13.	01.03.2024
14.	14.03.2024
15.	20.03.2024
16.	22.03.2024

The attendance of members at the meeting are as follows:

SI. No.	Name of Member(s)	Category/ Designation	No. of meetings held/ attended during the FY 2023-24	
			Held during their tenure	Attended
1.	Mr. Ajay Kumar Sinha	Member (Director)	16	16
2.	Mr. Ajeet Kumar Singh	Member (Director)	16	16
3.	Mr. Pankaj Kumar	Member (Director)	16	16

b) Terms of Reference of the Working committee:

The Board of Directors of your Company has revised the scope of Working Committee on January 18, 2024 which broadly covers to consider, review and approve routine matters of the Company which includes but not limited to evaluation and approval of various proposals for borrowings. Moreover, Committee also consider and approve various Banking operations for smooth functioning and other general purposes of the Company as may be authorized/ delegated by the Board from time to time.

II. Audit Committee

a) Composition and Meeting

The Audit Committee is constituted as per the provisions of Section 177 of the Companies Act, 2013 and RBI Master Direction – Non-Banking Financial Company – Corporate Governance (Reserve Bank) Directions, 2015.

The Audit Committee comprises of following members:

1. Mr. Ajeet Kumar Singh, Director
2. Mr. Krishan Kumar Tiwary, Independent Director
3. Mr. Radhey Shyam Garg, Independent Director

During the Financial Year 2023-24, total three (03) Meetings were held viz. on 10th May 2023, 18th July 2023 and 18th January 2024.

The attendance of members at the meeting are as follows:

SI. No.	Name of Member(s)	Category/ Designation	No. of meetings held/ attended during the FY 2023-24	
			Held during their tenure	Attended
1.	Mr. Krishna Kumar Tiwary	Member (Independent Director)	3	3
2.	Mr. Ajeet Kumar Singh	Member (Director)	3	3
3.	Mr. Radhey Shyam Garg	Member (Independent Director)	3	3

b) Terms of Reference of the Audit Committee:

1. Reviewing with statutory auditors the annual financial statements and the Auditor's report.
2. Review of any related party transactions and approval/subsequent modification of the same.
3. Reviewing with the management, external and internal auditors and compliance of internal control systems and risk management systems.
4. Reviewing the adequacy of internal audit function.
5. Discussion with internal auditors on any significant findings and implementation of their recommendation and follow up there on.
6. Recommend for appointment, remuneration and terms of appointment of auditors of the Company.

III. Nomination and Remuneration Committee (NRC)

a) Composition and Meeting

On 01st August, 2022, your Company has duly constituted Nomination and Remuneration Committee (NRC) and delegated powers and responsibilities as per the provisions of Section 178 of the Companies Act, 2013 and RBI Master Direction – Non-Banking Financial Company – Corporate Governance (Reserve Bank) Directions, 2015.

The Nomination and Remuneration Committee comprises of following members:

1. Mr. Siva Chidambaram Vadivel Alagan, Nominee Director
2. Mr. Krishan Kumar Tiwary, Independent Director
3. Mr. Radhey Shyam Garg, Independent Director

During the Financial Year 2023-2024, Three (03) meetings were held on 18th July 2023, 15th September 2023 and 18th January 2024.

The attendance of members at the meeting are as follows:

SI. No.	Name of Member(s)	Category/ Designation	No. of meetings held/ attended during the FY 2023-24	
			Held during their tenure	Attended
1.	Mr. Krishna Kumar Tiwary	Member (Independent Director)	3	3
2.	Mr. Siva Chidambaram Vadivel Alagan	Member (Nominee Director)	3	3
3.	Mr. Radhey Shyam Garg	Member (Independent Director)	3	3

b) Terms of reference of the Nomination and Remuneration Committee:

1. Identification of persons qualified to become director and Key Managerial Personal (KMP) (as defined under the Companies Act, 2013), recommendations to the Board for their appointment.
2. Formulation of policies related to Directors, KMPs and Employees of the Company.

IV. Asset-Liability Management Committee (ALCO Committee)

a) Composition and Meeting

On 18th January, 2024, your Company has re-constituted Asset-Liability Management Committee (ALCO) as per the RBI Master Direction – Non-Banking Financial Company – Corporate Governance (Reserve Bank) Directions, 2015 and Master Directions applicable to Systematically Important NBFC-ND.

The Asset-Liability Management Committee comprises of following members:

1. Mr. Ajeet Kumar Singh, Director,
2. Mr. Siva Chidambaram Vadivel Alagan, Nominee Director,
3. Mr. Krishna Kumar Tiwary, Independent Director,
4. Mr. Kunal Sharma, Group CFO,
5. Mr. Pintu Kumar Singh, Chief Financial Officer,
6. Mr. Gourav Sirohi, Chief Financial Officer (Resigned),
7. Mr. Rahul Kasinadhuni, Head Treasury

During the Financial Year 2023-24, Three (03) meetings were held viz. on 05 April 2023, 18 July 2023 and 18 January 2024.

The attendance of members at the meeting are as follows:

SI. No.	Name of Member(s)	Category/ Designation	No. of meetings held/ attended during the FY 2023-24	
			Held during their tenure	Attended
1.	Mr. Krishna Kumar Tiwary	Member (Independent Director)	3	3
2.	Mr. Ajeet Kumar Singh	Member (Director)	3	3
3.	Mr. Siva Chidambaram Vadivel Alagan	Member (Nominee Director)	3	3
4.	Mr. Gourav Sirohi	Member (CFO) (Resigned)	3	2
5.	Mr. Pintu Kumar Singh	Member (CFO)	3	3
6.	Mr. Kunal Sharma	Member (Group CFO)	1	1
7.	Mr. Rahul Kasinadhuni	Member (Head - Treasury)	1	1

b) Terms of Reference of the Asset-Liability Management Committee (ALCO Committee):

1. Understanding business requirement and devising appropriate pricing strategies
2. Management of profitability by maintain relevant Net interest margins (NIM)
3. Ensuring Liquidity through maturity matching.
4. Review reports on liquidity, market risk and capital management.
5. Ensuring appropriate mix of different forms of fundings i.e. Bank Loans, Commercial Paper, Non-Convertible Debentures, Securitization etc.
6. Giving directions to the ALM team on the interest rate risk.
7. ALCO delegates the daily management of liquidity risk and interest rate risk to ALM team.
8. Approving major decisions affecting SMPL's risk profile or exposure (product pricing for advances, desired maturity profile and mix of the incremental assets and liabilities, prevailing interest rates offered by peer NBFCs for the similar services/product, etc).
9. Satisfy itself that the less fundamental risks are being actively managed, with the appropriate controls in place and working effectively.

10. Articulate the current interest rate review and formulate future business strategy on this view.

V. Risk Management Committee

a) Composition and Meeting

On 18th January, 2024, your Company has re-constituted Risk Management Committee (RMC) as per the RBI Master Direction–Non-Banking Financial Company – Corporate Governance (Reserve Bank) Directions, 2015 and Master Directions applicable to Systematically Important NBFC-ND.

The Risk Management Committee comprises of following members:

1. Mr. Ajeet Kumar Singh, Director,
2. Mr. Siva Chidambaram Vadivel Alagan, Nominee Director, and
3. Mr. Krishna Kumar Tiwary, Independent Director
4. Mr. Radhey Shyam Garg, Independent Director
5. Mr. Kunal Sharma, Group CFO
6. Mr. Gourav Sirohi, Chief Financial Officer (Resigned)
7. Mr. Deepak Billa, Risk and Audit Head (Resigned)
8. Mr. Indrajit Singh, Business Head (Resigned)

During the Financial Year 2023-24, One (01) meeting was held viz. on 18th January 2024.

The attendance of members at the meeting are as follows:

SI. No.	Name of Member(s)	Category/ Designation	No. of meetings held/ attended during the FY 2023-24	
			Held during their tenure	Attended
1.	Mr. Krishna Kumar Tiwary	Chairman (Independent Director)	1	1
2.	Mr. Ajeet Kumar Singh	Member (Director)	1	1
3.	Mr. Siva Chidambaram Vadivel Alagan	Member (Nominee Director)	1	1
4.	Mr. Radhey Shyam Garg	Member (Independent Director)	1	N.A
5.	Mr. Gourav Sirohi (Resigned)	Chief Financial Officer	1	N. A

6.	Mr. Deepak Billa (Resigned)	Risk and Audit Head	1	N. A
7.	Mr. Indrajit Singh (Resigned)	Business Head	1	1
8.	Mr. Kunal Sharma	Chief Financial Officer	1	1

b) Terms of Reference of the Risk and Management Committee:

1. Approve / recommend to the Board for its approval / review of the policies, strategies and associated frameworks for the management of risk.
2. Approve the risk appetite and any revisions to it.
3. Ensure appropriate risk organization structure with authority and responsibility clearly defined, adequate staffing, and the independence of Risk Management functions.
4. Provide appropriate and prompt reporting to the Board of Directors in order to fulfil the oversight responsibilities of the Board of Directors.
5. Review reports from management concerning SMPL's risk management framework (i.e. principles, policies, strategies, process and controls) and also discretions conferred on executive management, in order to oversee the effectiveness of them.
6. Review reports from management concerning changes in the factors relevant to SMPL's projected strategy, business performance or capital adequacy.
7. Review reports from management concerning implications of new and emerging risks, legislative or regulatory initiatives and changes, organizational change and major initiatives, in order to monitor them.
8. Ensure adherence of the extent internal policy guidelines and regulatory guidelines.
9. Review performance and set objectives for SMPL's Head Risk Management.
10. Oversee statutory / regulatory reporting requirements related to risk management
11. Monitor and review capital adequacy computation with an understanding of methodology, systems and data.
12. Approve the stress testing results/analysis and monitor the action plans and corrective measures periodically
13. Monitor and review of non-compliance, limit breaches, audit / regulatory findings, and policy exceptions with respect to risk management
14. Periodically review the risk management policy, at least once in two years, including by considering the changing industry dynamics and evolving complexity

VI. IT Strategy Committee

a) Composition and Meeting

The company has re-constituted the IT Strategy committee on 18st January, 2024, as per the provisions of Master Direction on Information Technology

Governance, Risk, Controls and Assurance Practices dated November 07, 2023 issued by Reserve Bank of India.

The IT Strategy Committee comprises of following members:

1. Mr. Ajeet Kumar Singh, Member
2. Mr. Krishan Kumar Tiwary, Member
3. Mr. Ajay Kumar Sinha, Member
4. Mr. Kishore Kumar, Member
5. Mr. Vivek Anand, Member
6. Mr. Deepak Kumar Verma (Resigned)*

* Resigned w.e.f. 19th January 2024.

b) The terms of reference of the IT Strategy Committee:

1. Ascertaining that management has implemented processes and practices that ensure that the IT delivers value to the business;
2. Ensuring proper balance of IT investments for sustaining SMPL's growth and becoming aware about exposure towards IT risks and controls; and
3. Ensuring IT investments represent a balance of risks and benefits and that budgets are acceptable.

During the Financial Year ended 2023-2024, No meeting was held.

VII. IT STEERING COMMITTEE

a) Composition and Meeting

The company has re-constituted the IT Steering committee on 18st January, 2024, as per the provisions of Master Direction on Information Technology Governance, Risk, Controls and Assurance Practices dated November 07, 2023 issued by Reserve Bank of India.

The IT Strategy Committee comprises of following members:

1. Mr. Ajeet Kumar Singh, Member
2. Mr. Aniruddha Tripathi, Member
3. Mr. Kishore Kumar, Member
4. Mr. Vivek Anand, Member
5. Mr. Deepak Kumar Verma, Member (Resigned)*

* Resigned w.e.f. 19th January 2024.

b) The terms of reference of the IT Steering Committee:

1. Assist the ITSC in strategic IT planning, oversight of IT performance, and aligning IT activities with business needs.
2. Oversee the processes put in place for business continuity.

3. Ensure implementation of a robust IT architecture meeting statutory and regulatory compliance.

During the Financial Year ended 2023-2024, No meeting was held.

VIII. Corporate Social Responsibility (CSR) Committee

a) Composition and Meeting

Your Company has constituted Corporate Social Responsibility Committee (CSR) as per the provisions of Companies Act 2013 read with CSR Policy Rules 2014.

The Corporate Social Responsibility (CSR) comprises of following members:

1. Mr. Krishan Kumar Tiwary, Independent Director and
2. Mr. Ajay Kumar Sinha, Director and
3. Mr. Siva Chidambaram (Nominee Director)

During the Financial Year ended 2023-2024, only one (01) meeting was held on 18th January 2024.

The attendance of members at the meeting are as follows:

SI. No.	Name of Member(s)	Category/ Designation	No. of meetings held/ attended during the FY 2023-24	
			Held during their tenure	Attended
1.	Mr. Krishna Kumar Tiwary	Member (Independent Director)	1	1
2.	Mr. Ajay Kumar Sinha	Member (Director)	1	1
3.	Mr. Siva Chidambaram	Member (Nominee Director)	1	1

b) The terms of reference of the CSR Committee:

1. To frame and recommend to the Board of Directors, a CSR Policy, which shall indicate the activities to be undertaken by the Company towards corporate social responsibilities.
2. To recommend the amount of expenditure to be incurred on the activities specified. To establish a monitoring mechanism so as to monitor the progress of the CSR activities. This will include recording the various details of the CSR activities and preparation of a report on the same. The details to be incorporated in the Report on CSR activities, which shall subsequently be disclosed in the Board Report, shall be as per the format prescribed under the Companies act, 2013.

3. To ensure a constant flow of CSR initiatives, which shall, in-turn, avoid carry-forward of funds allocated for each CSR initiative.
4. To formalize an operational and organizational structure of each CSR activity.

28. PARTICULARS ON CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The information pertaining to conservation of energy, technology absorption, foreign exchange earnings and outgo as required under clause (m) of sub-section (3) of Section 134 of the Companies Act, 2013 read with sub-rule (3) of Rule 8 of the Companies (Accounts) Rules, 2014 are as follows:

A. Conservation of Energy and Technology Absorption:

Since your Company does not own any manufacturing facility, the particulars relating to conservation of energy and technology absorption are not applicable.

B. The Foreign Exchange Earnings and Outgo:

Your Company neither had any foreign exchange earnings nor any such outgo during the year under review.

29. RBI COMPLIANCE

Your Company is registered with the Reserve Bank of India as a Non-Banking Financial Company under the category of Micro-finance Institution ("NBFC-MFI") within the provisions of Section 45 IA of the Reserve Bank of India Act, 1934 on October 05, 2017.

The Company continues to fulfill all the norms and standards laid down by the RBI pertaining to non-performing assets, capital adequacy, statutory liquidity assets, etc. The Company is in compliance with the Master Direction – Non-Banking Financial Company – Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016, as amended from time to time, guidelines and circulars.

Further, as per the statutory requirement, your Company is also registered on the following portal such as Financial Intelligence Unit – India ("FIU-IND"), National E-Governance Services Limited ("NESL") and Central Know Your Customer ("CKYC").

30. MANAGERIAL REMUNERATION

During the year under review, your Company does not pay any remuneration to any of its directors.

31. CORPORATE SOCIAL RESPONSIBILITY

Company has a vision to drive 'holistic empowerment' of the community and carries CSR initiatives through partnering with a trust/ foundation, qualified to undertake CSR

activities in accordance with Schedule VII of the Companies Act, 2013 (includes amendments thereto).

Sustainability and social responsibility are integral element of corporate strategy of the Company. In compliance with Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules 2014, the Company has established the Corporate Social Responsibility Committee (CSR Committee). During the year under review, the CSR Committee meet one time i.e., on 18.01.2024.

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-B** of this report in the format prescribed in the Companies (Corporate Social Responsibility Policy) Rules, 2014.

During the year under review, your Company contributed 2% of its average net profits (computed as per the Section 198 of the Companies Act, 2013) of the preceding three years on CSR projects. As per the requirement of Rule 8(1) of the Companies (Corporate Social Responsibilities) Rules, 2014 the Annual Report on CSR Activities are given in **Annexure – B** and the same forms part of the Director's Report.

Your Company endeavor to meet the budgeted expenditure by contributing in various eligible CSR activities and has committed to incur expenditure for CSR initiatives in the coming years through structured events or programs and projects.

CSR INITIATIVES

For the fiscal year 2023-24, Company allocated CSR funds totaling **INR 18.76 Lakhs** to support various sustainability initiatives. One of the key programs funded was "**Greenpreneurship for a Plastic-Free Tomorrow**," which aimed to make the corporate office single-use plastic free. This program was integral to company's commitment to environmental stewardship, focusing on reducing plastic waste, promoting green entrepreneurship, and enhancing overall health within our office and beyond.

The program "Greenpreneurship for a Plastic-Free Tomorrow" covered three thematic areas: **Environment, Livelihood, and Health**. It aimed to reduce plastic waste, promote green entrepreneurship, and enhance well-being through a plastic-free environment.

Corporate Social Responsibility Ongoing Projects (Livelihood /Environment/Health)

The ongoing Corporate Social Responsibility project focuses on reducing plastic consumption while supporting Self-Help Groups (SHGs) for livelihood generation across five states: Tamil Nadu, Rajasthan, Uttar Pradesh, Odisha, and Delhi NCR. We have supported over 25 SHGs, directly benefiting more than 650 individuals. The initiative includes providing machinery support, conducting expert-led training sessions, offering hand-holding support, and facilitating market networking. By replacing plastic products with sustainable alternatives, the project not only aids in livelihood enhancement but also contributes significantly to environmental protection.

Key Highlights:

- SMPL has received The Bronze Level of Achievement under client protection study (CPC) approved by CERISE+SPTF and conducted by MFR in the Month of October 2023.
- SMPL has received C1 rating (*Excellent performance of the MFI on Code of Conduct dimensions*) under Code of Conduct Assessment (COCA) conducted by SMERA in the year 2024.
- SMPL has signed an MOU with Water.org where the later organization has extended the grants support for SMPL'S water and sanitation loans.
- Social Impact Assessments studies conducted by third parties like MFR and 60 decibels

Social Performance Management (SPM)

Recently, SAVE Microfinance has participated in various national and international forums focusing on **Social Performance**.

SMPL conducted five Climate-Ready WASH Awareness Campaigns in Bihar for its clients, in collaboration with Nabsamruddhi, Trust of People, and NABARD.

SAVE Microfinance has actively participated in various national and international forums focusing on Social Performance Management (SPM), including the CERISE+SPTF Annual Meeting in Manila, Philippines; the seminar on responsible financing conducted by NABARD in Lucknow, UP; the Water Credit Forum in Delhi organized by Water.org; and a workshop on advancing household-level climate-ready WASH innovations in Delhi by NABARD, Nabsamruddhi, and Sa-Dhan.

Currently SMPL is engaged in conducting a **social Impact Study at the group level**, encompassing the organization's social impact, business outcomes, ESG (Environmental, social and Governance) and SDG (Sustainable Development Goals) interventions, as well as CSR initiatives.

32. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, hereby confirm and state that:

- a) In the preparation of the annual accounts for the financial year ended March 31, 2024, the applicable accounting standards have been followed and there are no material departures;
- b) They 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 on March 31, 2024 and of the profit and loss of the Company for the year ended March 31, 2024;
- c) They 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;

- d) They have prepared the annual accounts for the financial year ended March 31, 2024 on a going concern basis; and
- e) They have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively during the financial year ended March 31, 2024.

33. THE DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016) DURING THE YEAR ALONGWITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR

During the year under review, no such application was made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016.

34. BOARD EVALUATION

As per section 134(3)(p) of the Companies Act, 2013, the Company is not required to indicate the manner in respect of evaluating the performance of the Board, Committees and the individual Directors.

35. THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF

During the year under review, the Company has not availed one-time settlement for any of its loan from Banks or Financial Institutions.

36. SECRETARIAL AUDITOR AND SECRETARIAL AUDIT REPORT

As per the provisions of Section 204 of the Companies Act 2023, the Board of Directors of the Company has appointed **M/s Gopinath Nayak & Associates** as the Secretarial Auditor of the Company to conduct the Secretarial Audit. The Secretarial Audit Report for the Financial Year ended March 31, 2024 is annexed to this report as “**Annexure – C**”.

37. CORPORATE GOVERNANCE DISCLOSURE AS PER RBI

Pursuant to RBI Circular **DOR.ACC.REC.No.20/21.04.018/2022-23** dated **April 19, 2022** on “Scale Based Regulation (SBR)” which specify that Non-Listed NBFCs at the minimum should disclose Corporate Governance as mentioned under said RBI circular.

In this regard the Corporate Governance is enclosed herewith as “**Annexure-D**”.

38. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management's Discussion and Analysis Report for the year under review as stipulated under the Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 is presented in a separate section under “**Annexure - E**” and forms an integral part of this Report.

39. ACKNOWLEDGEMENT

Your directors would like to express their sincere appreciation for the co-operation, assistance, support and valuable guidance received from Save Solutions Private Limited and all others whose continued support has been a source of strength for the Company.

Your directors also record their appreciation for the commitments and dedication shown by staff members of the Company at all levels.

**For and on behalf of the Board of
Save Microfinance Private Limited**

**S/d
Ajeet Kumar Singh
Director
DIN: 01857072
Add: Manpur, Gopalganj Road,
Manpur Gaya- 823003**

**S/d
Pankaj Kumar
Director
DIN: 01839501
Add: Sisodiya Niwas, Lala Babu
Road Pahari Lane, New Godam
Road, Gaya-823002**

**Date: 23.07.2024
Place: New Delhi**

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 transaction under third proviso thereto.

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

There were no contracts or arrangement or transactions entered into by the company during the year ended March 31, 2024 which were not at arm's length basis.

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

SL. No.	Name (s) of the related party	Nature of relationship	Nature of contracts/arrangements/transaction	Duration of the contracts/arrangements/transaction	Salient terms of the contracts or arrangements or transaction including the value, if any	Amount paid as advances , if any
1.	Saggraha Management Services Private Limited	Associates	Professional Services	Ongoing	Solicitation of existing & potential customers to banks and financial institutions for various loans & advances related facilities. Total amount paid during the year INR 2628.13 Lakhs	INR 347.74 Lakhs

Apart from above mentioned transactions, there were no material related party transactions entered by the Company during the FY 2023-24 that were required to be disclosed in form AOC-2. The details of the related party transactions are provided in the notes to the Financial Statement.

**For and on behalf of the Board of Directors of
Save Microfinance Private Limited**

Ajeet Kumar Singh
Director
DIN: 01857072
Add: Manpur, Gopalganj Road,
Manpur Gaya 823003

Pankaj Kumar
Director
DIN: 01839501
Add: Sisodiya Niwas, Lala Babu Road
Pahari Lane, New Godam Road,
Gaya-823003

Date: 23.07.2024
Place: New Delhi



ANNUAL REPORT ON CSR ACTIVITIES

1. Brief outline on CSR Policy of the Company:

Policy Statement

In alignment with the vision of the company, Save Microfinance Private Limited (SMPL), as part of its CSR initiatives, will continue to enhance value creation in the society and in the community in which it operates, through its services, conduct and initiatives, so as to promote sustained growth for the society and community in fulfilment of its role as a Socially Responsible Corporate with environmental concern.

Organization Setup

The CSR projects in SMPL are implemented under the guidance of the Board's Sub-Committee on CSR which presently comprises of three directors out of which one is independent director. The terms of reference of the Committee are given below:

- a) Formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the Company as specified in Schedule VII to Companies Act, 2013;
- b) Recommend the amount of expenditure to be incurred on the activities referred to in clause (a) above; and Monitor the Corporate Social Responsibility Policy of the Company from time to time.

The CSR Policy of the Company can be assessed at the company's website through the link: <https://saveind.in/>

2. Composition of CSR Committee as on March 31, 2024:

SI 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.	Mr. Ajay Kumar Sinha	Chairman / Director	1	1
2.	Mr. Krishna Kumar Tiwary	Member (Independent Director)	1	1
3.	Mr. Siva Chidambaram	Member (Nominee Director)	1	1

3. Provide the web-link(s) where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.
- i. **Composition of CSR committee** – saveind.in
 - ii. **CSR Policy** – saveind.in
 - iii. **CSR projects approved by the board- Not Applicable**
4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable. - **Not Applicable**
5. (a) Average net profit of the Company as per sub-section (5) of Section 135 –**INR. 9,38,08,304**
- (b) Two percent of average net profit of the company as per sub-section (5) of Section 135 – **INR.18,76,166**
- (c) 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 (5b+5c-5d) – **INR. 18,76,166**
6. (a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project)- **INR. 17,87,000**
- (b) Amount spent in Administrative Overheads- **INR. 89,350**
- (c) Amount spent on Impact Assessment - **NA**
- (d) Total amount spent for the Financial Year [(a)+(b)+(c)] – **INR. 18,76,350**
- (e) CSR amount spent or unspent for the Financial Year:

Total Amount Spent for the Financial Year. (INR.)	Amount Unspent (INR.)				
	Total Amount transferred to 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.
8,00,000	10,76,166	30 th April 2024	NA	NA	NA

(f) Excess amount for set off, if any -

SI. No.	Particular	Amount (INR.)
(i)	Two percent of average net profit of the company as per section 135(5)	INR. 18,76,166
(ii)	Total amount spent for the Financial Year	INR. 8,00,000
(iii)	Excess amount spent for the financial year [(ii)-(i)]	INR. 10,76,166
(iv)	Surplus arising out of the CSR projects or programs or activities of the previous financial years, if any	Nil
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	INR. 10,76,166

7. Details of Unspent CSR amount for the preceding three financial years:

1	2	3	4	5	6	7	8
S.no	Preceding Financial Year.	Amount transferred to Unspent CSR Account under Section 135 (6) (INR.)	Balance Amount in Unspent CSR Account Under subsection (6) of Section 135 (INR.)	Amount Spent in the Financial Year (INR)	Amount transferred to a Fund as specified under Schedule VII as per proviso to subsection (5) of Section 135, if any	Amount remaining to be spent in Succeeding Financial Years (INR.)	Deficiency, if any
					Amount (INR.)	Date of Transfer	
1	FY 1	-	-	-	-	-	-
2	FY 2	-	-	-	-	-	-
3	FY3	-	-	-	-	-	-

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year:
9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per subsection (5) of section 135 –

**By order of the Board of Directors
for Save Microfinance Private Limited**

Sd/-

Ajeet Kumar Singh

Director

DIN: 01857072

Sd/-

Ajay Kumar Sinha

**Chairperson of CSR
Committee**

DIN: 0291461

Place: New Delhi

Date: 23.07.2024





Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2024
[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies
(Appointment and Remuneration Personnel) Rules, 2014]

To
The Members,
SAVE MICROFINANCE PRIVATE LIMITED
Unit No. 782, 7th Floor, Vegas Mall
Plot No.6, Sector-14, Dwarka, South West, New Delhi-110075

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s SAVE MICROFINANCE PRIVATE 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 my opinion thereon.

Based on our verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period ended on 31st March 2024, 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:

We have examined the books, papers, minute books, forms, statutory registers and returns filed and other records maintained by the Company for the period ended on 31st March 2024, according to the provisions of:

- I. The Companies Act, 2013 (**the Act**) and the Rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the rules made thereunder;
- III. The 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, Overseas Direct Investment and External Commercial Borrowings;

V. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable to the Company: -

- a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011- Not applicable as the Company is not a listed entity
- b) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Not applicable as the Company is not a listed entity
- c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 - Not applicable as the Company is not a listed entity
- d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 - Not applicable as the Company is not a listed entity
- e) Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 - Not applicable as the Company is not a listed entity
- f) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 - Not applicable as the Company is not a listed entity
- g) Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993 - Not applicable as the Company is not a listed entity
- h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 - Not applicable as the Company is not a listed entity and
- i) Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021- Not applicable as the Company is not a listed entity

VI. The following norms, directions and guidelines prescribed by the Reserve Bank of India (RBI)-

The RBI Act, 1934; RBI Master Direction-Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016; RBI Master Directions – Returns by NBFCs, 2016, RBI Master Directions – Information Technology Framework for the NBFCs 2016, RBI Master Direction – Filing of Supervisory Return Directions 2024, RBI Master Direction-Regulatory Framework for Microfinance Loans, Direction, 2022; RBI Scale Based Regulation (SBR) and Rules & Guidelines made thereunder and other applicable RBI Master Directions and Circulars.

We have also examined compliance with the applicable clauses of the following:

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.

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. No change in the composition of the Board of Directors took place during the period under review.

However, during the period under review there are changes in the KMPs of the Company the details are as follows--

Sl. No.	Name of Director	Designation	Nature of Change	Date of Change
1	Mr. Gourav Sirohi	CFO	Cessation	05/12/2023
2	Ms. Manisha Gulyani	Company Secretary	Cessation	06/09/2023
3	Mr. Pintu Kumar Singh	CFO	Appointment	18/01/2024
4	Mr. Vijay Kumar Dwivedi	Company Secretary	Appointment	18/01/2024

We further report that due Notices were served on all directors entitled to receive notice in accordance with Section 173(3) of the Companies Act, 2013 for holding Board and Committee Meetings.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes, where ever necessary.

We further report that there are adequate systems and processes in the company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that, the Company has not issued or allotted any shares during the audit period.

We further report that during the audit period, the Company has raised Rs. 110.00 Crore by issue of Non-Convertible Debentures through private placement the details of which are given hereunder: -

Date of Allotment	Name of Allottee(s)	Type of Securities	No. of Securities	Nominal value per security (in Rs.)	Total Paid-up Amount (in Rs.)
01/12/2023	Lighthouse Capital India Pvt Ltd	Secured Non-Convertible Debentures	3500	1,00,000	35,00,00,000
18/12/2023	Creation Investments FPI LLC	Unsecured Non-Convertible Debentures	480	1,00,000	4,80,00,000
	Vivriti Capital Ltd	Unsecured Non-Convertible Debentures	2040	1,00,000	20,40,00,000
31/01/2024	Blacksoil India Credit Fund	Secured Non-Convertible Debentures	200	5,00,000	10,00,00,000
15/03/2024	Creation Investments FPI LLC	Unsecured Non-Convertible Debentures	980	1,00,000	9,80,00,000
23/03/2024	Vivriti Fixed Income Fund - Series 3 IFSC LLP	Secured Non-Convertible Debentures	2000	1,00,000	20,00,00,000
27/03/2024	Creation Investments FPI LLC	Unsecured Non-Convertible Debentures	100	10,00,000	10,00,00,000

We further report that during the audit period:

- a) Minutes of Board, Committees of Boards, and General Meetings have been drafted in due time and signed.
- b) The Company has altered its Memorandum of Association on 25.03.2024 by increasing its Authorised Share Capital.
- c) The Company has not altered its Articles of Association during the year.
- d) The Company has taken approval for related party transactions in terms of Section 188 of the Companies Act, 2013 read with rules made thereunder.
- e) As per explanation given by the management, there were delays in filing of some Statutory Returns with ROC due to technical problem with MCA web portal.
- f) Company has filed applicable returns (Monthly, Quarterly and Annually) to RBI.

As per explanation given by the Company, during the period of Audit, the Company has filed all statutory returns with Income Tax Authority, ROC, RBI, GST authority, Authorities under Labour Law, SEBI and Stock Exchange.

For Gopinath Nayak & Associates

Place: Bhubaneswar

Date: 15.07.2024

CS Gopinath Nayak

FCS No: 6251

CP No: 6558

UDIN: F006251F000743451

Annexure - D**1.1.1. Composition of the Board**

Sl. No	Name of Director	Director since	Capacity (i.e. Executive/ Non-Executive/ Chairman/ Promoter nominee/ Independent)	DIN	Number of Board Meetings		No. of other Director ships	Remuneration			No. of shares held in and convertible instruments held in the NBFC
					Held	Attended		Salary and other compensation	Sitting Fee	Commission	
1.	Mr. Ajeet Kumar Singh	24.08.2016	Promoter & Director	01857072	8	8	8	0	0	0	3400*
2.	Mr. Pankaj Kumar	24.08.2016	Promoter & Director	01857072	8	8	7	0	0	0	3300*
3.	Mr. Ajay Kumar Sinha	24.08.2016	Promoter & Director	01817959	8	8	7	0	0	0	3300*
4.	Mr. Radhey Shyam Garg	01.08.2022	Independent	01817959	8	6	3	0	4.23 Lakhs (including Committees)	0	0
5.	Mr. Krishna Kumar Tiwary	01.08.2022	Independent	02914614	8	7	4	0	3.15 Lakhs (including Committees)	0	0
6.	Mr. Siva Chidambaram Vadivel Alagan	23.07.2020	Nominee	02914614	8	6	3	0	0	0	0

***Shares held as Nominee on behalf of Save Solutions Private Limited.**

Details of change in composition of the Board during the current and previous financial year. – No Change in the composition

1.1.2. Committees of the Board and their composition

- i. Mention the names of the committees of the Board.
- Working Committee
 - Audit Committee
 - Nomination and Remuneration Committee (NRC)
 - Asset-Liability Management Committee (ALCO Committee)
 - Risk Management Committee (RMC)
 - IT Strategy Committee

A. Working Committee

Sl. No.	Name of Director	Member of Committee since	Capacity (i.e., Executive/ Non-Executive/ Chairman/ Promoter nominee/ Independent)	Number of Meetings of the Committee		No. of shares held in the NBFC
				Held	Attended	
1.	Mr. Ajay Kumar Sinha	31.01.2020	Member	16	16	3300*
2.	Mr. Ajeet Kumar Singh	31.01.2020	Member	16	16	3400*
3.	Mr. Pankaj Kumar	31.01.2020	Member	16	16	3300*

B. Audit Committee

Sl. No.	Name of Director	Member of Committee since	Capacity (i.e., Executive/ Non-Executive/ Chairman/ Promoter nominee/ Independent)	Number of Meetings of the Committee		No. of shares held in the NBFC
				Held	Attended	
1.	Mr. Krishna Kumar Tiwary	01.08.2022	Member	3	3	Nil
2.	Mr. Ajeet Kumar Singh	01.08.2022	Member	3	3	3400*
3.	Mr. Radhey Shyam Garg	01.08.2022	Member	3	3	Nil

C. Nomination and Remuneration Committee:

Sl. No.	Name of Director	Member of Committee since	Capacity (i.e., Executive/ Non-Executive/ Chairman/ Promoter nominee/ Independent)	Number of Meetings of the Committee		No. of shares held in the NBFC
				Held	Attended	
1.	Mr. Siva Chidambaram Vadivel Alagan	01.08.2022	Member	3	3	Nil
2.	Mr. Krishan Kumar Tiwary	01.08.2022	Member	3	3	Nil
3.	Mr. Radhey Shyam Garg	01.08.2022	Member	3	3	Nil

D. Asset Liability Committee (ALCO)

Sl. No.	Name of Director	Member of Committee since	Capacity (i.e., Executive/ Non-Executive/ Chairman/ Promoter nominee/ Independent)	Number of Meetings of the Committee		No. of shares held in the NBFC
				Held	Attended	
1.	Mr. Krishna Kumar Tiwary	01.08.2022	Member (Independent Director)	2	2	Nil
2.	Mr. Ajeet Kumar Singh	01.08.2022	Member (Director)	2	2	3400*
3.	Mr. Siva Chidambaram Vadivel Alagan	01.08.2022	Member (Nominee Director)	2	1	Nil
4.	*Mr. Gourav Sirohi (resigned)	01.08.2022	CFO (Resigned)	3	2	Nil
5.	Mr. Pintu Kumar Singh	21.02.2023	Member	3	3	Nil

6.	Mr. Rahul Kasinadhuni (resigned)	18.04.2024	Member	3	1	Nil
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* Resigned w.e.f. December 05, 2023.

E. Risk Management Committee (RMC)

Sl. No.	Name of Director	Member of Committee since	Capacity (i.e., Executive/ Non-Executive/ Chairman/ Promoter nominee/ Independent)	Number of Meetings of the Committee		No. of shares held in the NBFC
				Held	Attended	
1.	Mr. Ajeet Kumar Singh	01.08.2022	Member	1	1	3400*
2.	Mr. Siva Chidambaram Vadivel Alagan	01.08.2022	Member	1	0	Nil
3.	Mr. Krishna Kumar Tiwary	01.08.2022	Member	1	1	Nil
4.	*Mr. Gourav Sirohi (Resigned)	01.08.2022	Member	1	NA	Nil
5.	**Mr. Deepak Billa (Resigned)	01.08.2022	Member	1	NA	Nil
6.	Mr. Radhey Shyam Garg	18.01.2024	Member	1	NA	Nil
7.	Mr. Kunal Sharma	18.01.2024	Member	1	1	Nil
8.	***Mr. Indrajit Kumar	01.08.2022	Member	1	1	Nil

* Resigned w.e.f. December 05, 2023.

**Resigned w.e.f December 30, 2023.

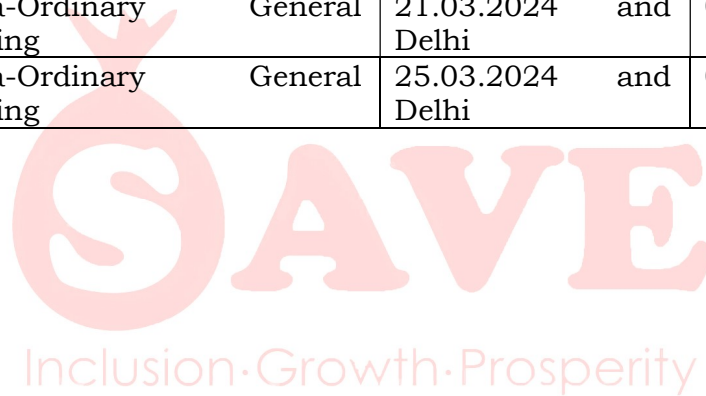
***Resigned w.e.f April 03, 2024.

F. During the financial year, no meetings of the IT Strategy Committee and IT Steering Committee were held.

1.1.3. General Body Meetings

Give details of the date, place and special resolutions passed at the General Body Meetings.

Sl. No.	Type of Meeting (Annual/ Extra- Ordinary)	Date and Place	Special resolutions passed
1.	Annual General Meeting	27.09.2023 and Delhi	0
2.	Extra-Ordinary General Meeting	25.05.2023 and Delhi	02
3.	Extra-Ordinary General Meeting	30.11.2023 and Delhi	01
4.	Extra-Ordinary General Meeting	14.12.2023 and Delhi	02
5.	Extra-Ordinary General Meeting	21.03.2024 and Delhi	01
6.	Extra-Ordinary General Meeting	25.03.2024 and Delhi	01



MANAGEMENT DISCUSSION AND ANALYSIS
REPORT

1. ABOUT SAVE MICROFINANCE

Save Microfinance Private Limited (“SMPL” or “Company”), a private limited company registered with the Reserve Bank of India (“RBI”) as Non-Systemically Important Non-Deposit Taking Non-Banking Financial Company (“NBFC-ND”) and later it became a Systemically Important on March 31, 2022, it is mainly engaged in lending and offering a wide array of services/products in the financial services sector.

2. ECONOMIC & INDUSTRY SCENARIO

1. Industry Overview

Growth Trajectory

- **Robust Growth:** The Indian microfinance sector has continued to show robust growth in FY 2023-24. The sector's gross loan portfolio (GLP) is expected to grow by 20-25%, reaching close to ₹3.5-4 lakh crore. This growth is driven by strong demand for credit in rural and semi-urban areas, where formal banking penetration remains limited.
- **Diversified Portfolio:** The microfinance industry has diversified its portfolio, with a focus on both urban and rural markets. The rural segment remains the backbone of the industry, contributing nearly 60-70% of the GLP.
- **Regional Expansion:** Eastern and Northeastern regions of India continue to be the strongholds of microfinance, but significant expansion is observed in states like Uttar Pradesh, Bihar, and Rajasthan.

2. Economic and Industry Scenario

Global Economic Challenges

- **Global Slowdown:** The global economy faced several challenges, including inflationary pressures, supply chain disruptions, and geopolitical tensions. However, the Indian economy showed resilience, with GDP growth projected around 6-6.5% for FY 2023-24.
- **Inflation:** Inflationary pressures have slightly impacted the cost of funds for microfinance institutions (MFIs), but the impact has been managed through efficient cost control measures and strategic pricing.

Domestic Economy

- **Resilient Economy:** India's domestic economy has been resilient, with strong government support for rural development, financial inclusion, and small-scale entrepreneurship, which directly benefits the microfinance sector.
- **Digital Transformation:** The ongoing digital transformation, especially in the financial services sector, has provided a significant boost to microfinance. Digital platforms and mobile banking have enabled MFIs to reach underserved populations more efficiently.

Regulatory Environment

- **Regulatory Support:** The Reserve Bank of India (RBI) has maintained a supportive regulatory environment for microfinance. The harmonized regulations introduced in previous years have helped stabilize the industry, with a focus on customer protection, transparency, and sustainable growth.
- **Focus on Customer Protection:** RBI's emphasis on customer protection, particularly around interest rates, transparency, and grievance redressal, has ensured that the industry maintains ethical practices while expanding its reach.

3. Current Trends

Credit Growth

- **Rising Demand for Micro-Loans:** The demand for microloans has surged, particularly for income-generating activities in rural areas. Sectors like agriculture, small retail, and micro-enterprises have seen increased borrowing.
- **Improved Credit Quality:** Despite the challenges, credit quality in the sector has improved, with a decline in non-performing assets (NPAs). This is attributed to better risk management practices and more stringent borrower assessments.

Digital and Technological Integration

- **Tech-Driven Lending:** MFIs are increasingly adopting technology for operations, including digital loan disbursements, mobile-based repayments, and data analytics for credit assessment. This has reduced operational costs and improved efficiency.
- **Fintech Collaboration:** Collaboration between traditional MFIs and fintech companies has become more prevalent, allowing for innovative products and services, including microinsurance and digital savings products.

Social Impact

- **Women Empowerment:** Women remain the primary beneficiaries of microfinance, with over 90% of microloans being extended to women. This has had a significant impact on women's economic empowerment and financial independence.
- **Financial Inclusion:** The sector has played a critical role in promoting financial inclusion, especially in underserved and remote areas. The focus on financial literacy and customer education has further enhanced the sector's impact.

4. Challenges and Risks

Operational Risks

- **Weather Dependency:** The microfinance sector, particularly in rural areas, remains vulnerable to weather-related risks, such as droughts and floods, which can impact borrowers' repayment capacity.
- **Credit Risk:** Although NPAs have declined, credit risk remains a concern, especially in regions with high loan concentrations or where economic activities are dependent on a single crop or industry.
- **Regulatory Risks**
- **Regulatory Changes:** While the current regulatory environment is supportive, any sudden changes in policy, such as caps on interest rates or stricter lending norms, could impact the sector's profitability.
- **Data Privacy:** As the sector becomes more digitized, ensuring data privacy and cybersecurity will be crucial to maintaining trust among borrowers.

5. Outlook for FY 2024-25

- **Continued Growth:** The sector is expected to continue its growth trajectory, with a focus on expanding in underserved regions and enhancing digital capabilities.
- **Increased Competition:** As more players enter the market, competition is likely to intensify, leading to innovations in product offerings and service delivery.
- **Sustainability Focus:** There will be a greater emphasis on sustainable and responsible lending practices, with MFIs focusing on environmental, social, and governance (ESG) factors.

The Indian microfinance sector has demonstrated resilience and adaptability in the face of global challenges. The growth witnessed in FY 2023-24, supported by a favorable economic and regulatory environment, sets a positive tone for the future. However, the sector must navigate challenges such as credit risk, regulatory uncertainties, and the need for continuous innovation to sustain its momentum.

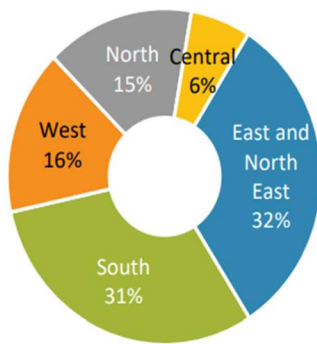
Microfinance Industry

The economic landscape of India is poised for unprecedented growth with GDP expanding at twice the global economic growth rate. The rural and semi-urban regions, accounting for 70% of the population yet receiving only 21% of financial credit, are crucial for steering the nation towards a sustainable growth path. Within this promising landscape and complex environment, microfinance institutions with their well-designed business model are fulfilling the growing aspirations of young India. The FY 2023-24 end marks the completion of two years since the introduction of new microfinance guidelines demonstrating the industry's capacity to function effectively across various environments. The industry grew by 24.5% YoY in FY 2023-24 to cross the momentous INR 4 trillion mark maintaining its global dominance. Microfinance is the sixth-largest retail lending segment in the country while being the biggest source of capital creation at the bottom of the social pyramid. The direct involvement of large corporate houses in the microfinance domain is a testimony to the model's success and low penetration levels. The growth in the customer base of 17% YoY to reach 78 million at the end of March 2024, with more than 45 million coming from rural / semi-urban India reflects the agenda of democratizing financial access. The participation of the women workforce is necessary for any economic system to flourish. MFIs have helped fuel that drive by creating opportunities for women to pursue their chosen income-generating activities and bring financial stability. They use additional income generated for productive activities further enabling larger credit, helping improve gender equality.

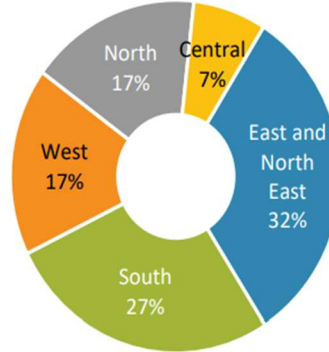
Today, the micro-credit sector is diverse and competitive with over 100 regulated players – Banks, SFBs, NBFC-MFIs and NBFCs. A clear regulatory framework, a sound underlying business model, performance trends over time, and potentially large unmet demand have attracted private capital to sustain the growth.

According to the Microfinance Institutions Network (MFIN) Report, as on 31st March 2024, the industry serves 7.8 crore unique borrowers with 14.9 crore loan accounts. East and North-East continue to have the largest share of portfolio though on a declining trend, closely followed by the South.

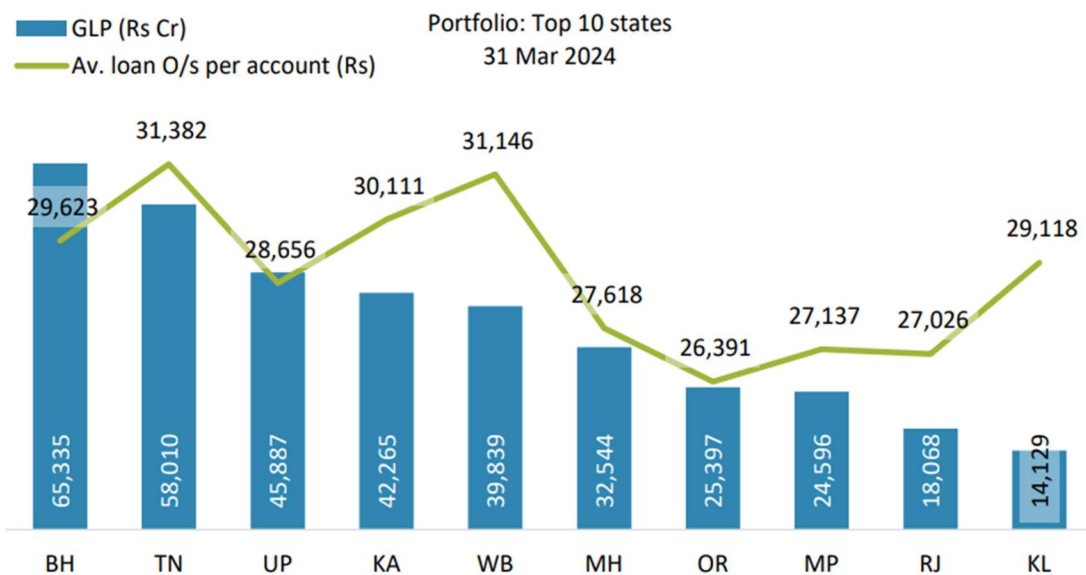
Regional distribution of portfolio
31 March 2024



Regional distribution of unique borrowers
31 March 2024



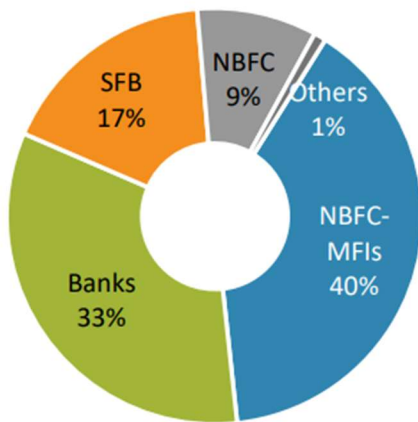
The Top 10 states (based on universe data) constitute 84.4% in terms of GLP. Bihar continues to be the largest state in terms of portfolio outstanding followed by Tamil Nadu and Uttar Pradesh.



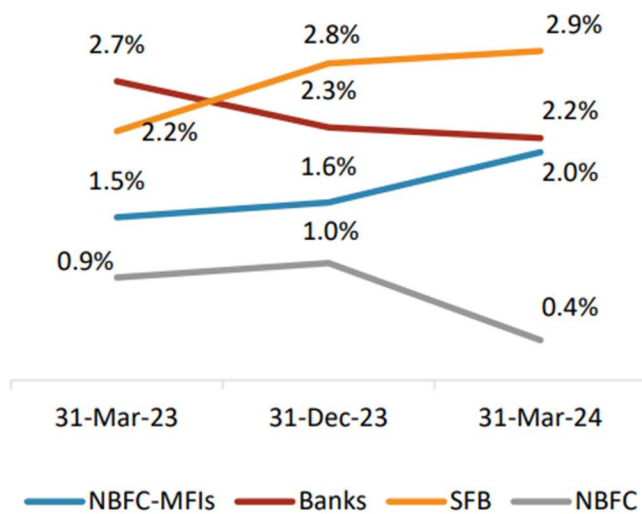
The portfolio of NBFC-MFIs has increased by 23.6%, banks by 20.9%, SFBs by 28.4%, NBFCs by 37.5% on a YOY basis (Mar'23 to Mar'24).

As shown in PAR trend graph, PAR 31-180 has shown a deterioration in NBFC-MFIs and SFBs in comparison to same quarter of last FY but for Banks and NBFCs the portfolio performance has improved

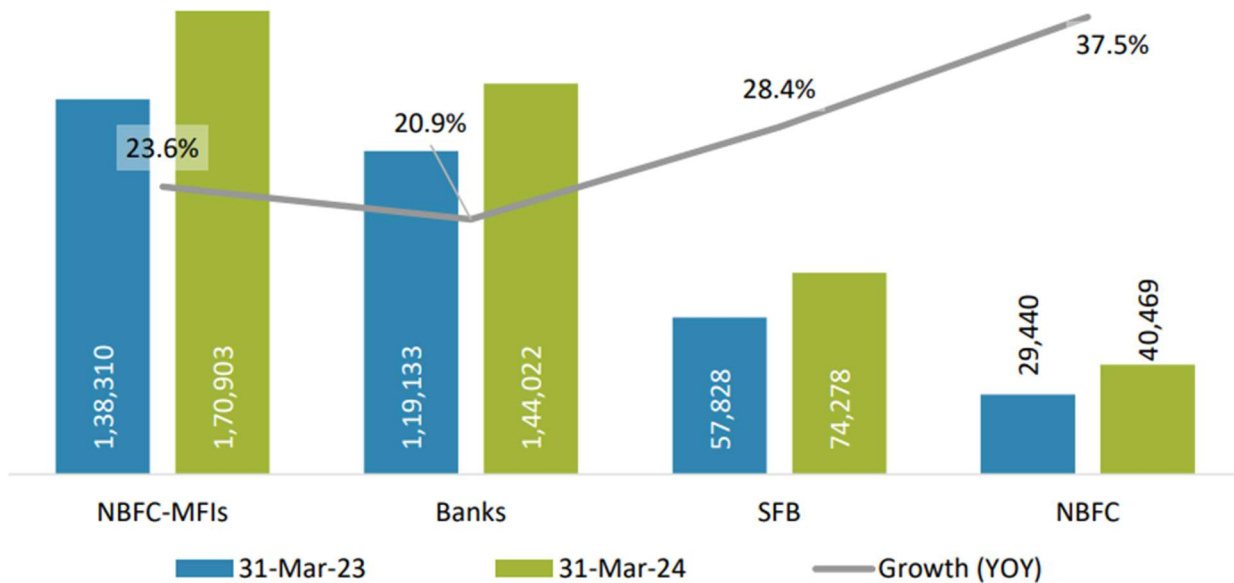
Micro-credit loan outstanding across lenders
31 March 2024



PAR 31-180 of the various entities



Portfolio outstanding of the microfinance industry (Rs Cr)



NBFC-MFI Industry

- As on 31 March 2024, 4.3 Cr clients have loan outstanding from NBFC-MFIs, which is 19.4% higher than number of clients as on 31 March 2023.
- The Asset Under Management (AUM) of MFIs is INR. 1,56,884 Cr as on 31 March 2024, including owned portfolio INR. 1,26,243 Cr and managed portfolio (off BS) of INR. 30,641 Cr. The owned portfolio of MFIN members is 73.9% of the NBFC-MFI universe portfolio of INR. 1,70,903 Cr.
- AUM has increased by 29.5% as compared to 31 March 2023 and by 10.5% in comparison to 31 December 2023.

- Loan amount of INR. 1,38,297 Cr was disbursed in FY 23-24 through 3.1 Cr accounts, including disbursement of Owned as well as Managed portfolio. This is 24.4% higher than the amount disbursed in FY 22-23.
- Average loan amount disbursed per account during FY 23-24 was INR. 45,024 which has increased by around 9.9% in comparison to last financial year.
- As on 31 March 2024, the borrowings O/s were INR. 1,11,542 Cr. Banks contributed 61.4% of borrowings O/s followed by 19.9% from non-bank entity, 10.3% from AIFIs, 6.1% from External Commercial Borrowings (ECB) and 2.2% from other sources.
- During FY 23-24, NBFC-MFIs received a total of INR. 89,308 Cr in debt funding, which is 29.1% higher than FY 22-23. Banks contributed 69.7% of the total Borrowing received followed by non-bank entities 14.8%, AIFIs 7.9%, ECB 4.1% and Others 3.5%.
- Total equity increased by 39.0% as compared to end of FY 22-23 and is at INR. 34,435 Cr as on 31 March 2024.
- Portfolio at Risk (PAR)>30 days as on 31 March 2024 has improved to 3.4%** as compared to 3.9%** as on 31 March 2023.
- MFIs have presence in 27 states and 5 union territories.
- In terms of regional distribution of portfolio (AUM), East and North-East accounts for 32% of the total NBFC-MFI portfolio, South 27%, North 16%, West 15%, and Central contributes 9%.

Indicator	Q4 FY 22-23	Q3 FY 23-24	Q4 FY 23-24	YoY change (%)
	31-Mar-23	31-Dec-23	31-Mar-24	Q4 FY 23-24 over Q4 FY 22-23
Branches	17,041	19,698	20,348	19.4%
Employees	1,45,065	1,75,732	1,83,842	26.7%
Clients~ (Cr)	3.6	4.1	4.3	19.4%
Loan accounts (Cr)	4.2	4.8	5.2	24.9%
Asset Under Management (Rs Cr)	1,21,102	1,41,958	1,56,884	29.5%
Balance sheet portfolio (Rs Cr)	98,234	1,15,538	1,26,243	28.5%
Loans disbursed (during the year, Cr)	2.7		3.1	13.2%
Loan amount disbursed (during the year, Rs Cr)	1,11,161		1,38,297	24.4%

OVERVIEW OF THE COMPANY'S OPERATIONS

After doubling the growth in the past FY22-23, This FY23-24 year had been more of consolidating our operations and making it ready for the next level growth. The acquisition of Saagraha was aimed towards strengthening our geographical concentration and expanding our outreach in line with our vision on responsible lending and create a long-term positive impact at the bottom of the social pyramid by offering

Customized products and services, matching our customers' evolving needs.

The year saw some good investments on technology, our risk monitoring systems, strengthening the digital infrastructure and exploring all other avenues of the business. We started our BC operations with DCB (Development Credit bank) and Yes bank. Aside we also got into Co-Lending partnership with Federal bank and State Bank of India. There was also sign off on the new product lines of Water and Sanitation programs (WASH) loans. And after some huge demand from our customer segment, we also initiated the medical & health insurance – Hospicash catered towards medical exigencies.

There had been some dip in the overall portfolio which had been well thought and calculated, owing to our focus towards building a more diversified approach in terms of geography and product offerings to promote financial inclusion across rural India. We continued our pursuit of meaningful scale and expanded our footprint to eleven states including just 1 district of Punjab.

Particulars	FY22	FY23	FY24
No. of States	7	11	11
No. of Branches	170	242	242
No. of Districts	82	103	104
No. of Borrowers	207219	426922	437127
AUM (In Cr.)	512.9	1252	1179.6

3. FINANCIAL PERFORMANCE

Save Microfinance witnessed a remarkable FY24 aided by growing total revenue, expanding Net Interest Margins, ~~put~~ product mix, efficient liability management, focused management of operating costs.

Performance highlights of FY24 are as under:

- The total loan book stood at INR 656.69 crore as at March 31, 2024, declined by 24.40% YoY.
- Net interest income including other revenues of INR 208.73 crore up by 22% YoY.
- Our total loan loss provisions stood at 1.38% of the loan book as on Mar' 24, which is 1x of provisions required as per Income Recognition and Asset Classification (IRAC) norm.
- Net profit after tax decreased YoY by 29% to INR 12.17 crore.
- The Return on Equity decreased from 12.18 % in FY 2022-23 to 7.00 % in FY24.
- Credit rating was reaffirmed to BBB+ by the leading credit rating agencies.

4. RISK MANAGEMENT

Effective risk management is essential to success and is an integral part of our culture. Save Microfinance Private Limited aims to operate within an effective risk management

framework to actively manage all the material risks faced by the organisation and make it resilient to shocks in a rapidly changing environment. It aims to establish consistent approach in management of risks and strive to reach the efficient frontier of risk and return for the organisation and its shareholders.

Risk Management Committee of the Board assist the Board in its oversight of various risks, review of compliance with risk policies, monitoring of risk tolerance limits, review and analyse the risk exposures related to specific issues and provides oversight of risk across the organization. The Board of Directors had also adopted Risk Management Policy for the Company which provides for identification, assessment and control of risks that in the opinion of the Board may threaten the existence of the Company. The management identifies and controls risks through proper operations, management & defined framework in terms of the aforesaid Policy.

Broad categories of risk faced by Save Microfinance are Credit Risk, Market Risk, Operational Risk, Cyber Security and Reputation risk. The risk management policies are well defined for various risk categories supplemented by periodic monitoring through the various sub committees of the Board.

Credit Risk: The credit aspects in Save Microfinance are primarily covered by the Credit policy and Delegation of Authority approved by the Board of Directors. We measure, monitor and manage credit risks at individual borrower and portfolio level. During the course of the year, we have consistently recalibrated and re-aligned our underwriting criteria with the prevailing market environment across product lines, significantly leveraging our risk analytics capabilities. This helped us in refining our credit decisioning as well as granular monitoring of our existing portfolio.

Liquidity & Interest Rate Risk: Risk management is guided by clearly laid down policies, guidelines, processes and systems for the identification, measurement, monitoring and reporting of exposures against various risk limits. The Asset Liability Management (ALM) Policy stipulates a broad framework for liquidity risk management to ensure that Save Microfinance is in a position to meet its liquidity obligations. The ALM policy is supplemented by stress testing and contingency funding plan.

Operational Risk: Save Microfinance has put in place a comprehensive system of internal controls, systems and procedures for documenting, assessing, and periodic monitoring of various risks and controls linked to various processes across the business.

Fraud Risk: Save Microfinance has adopted a robust Fraud Risk Management framework. It has an effective and very strong fraud risk governance mechanism that encompasses controls covering below objectives:

1. Prevent (reduce the risk of fraud from occurring)
2. Detect (discover fraud when it occurs) and
3. Respond (take corrective action and remedy the harm caused by fraud)

Changing business landscape and digitization has heightened the level of fraud risk in the environment arising due to new methods, schemes and technology. We continue to increase our investment in fraud prevention and detection capabilities to protect our stakeholders.

Cyber Security Risk: The Information Security Policy has been designed to provide an overview of the information security requirements and describe the controls that may be used to meet those requirements. Information Security Policy defines the overall framework for information security risk management. It documents the expected behaviour of system, data and information users. It contains appropriate approach to combat cyber threats given the level of complexity of business and acceptable levels of risk and cyber crisis management plan addressing the aspects: (i) Detection (ii) Response (iii) Recovery and (iv) Containment.

Reputation Risk: Reputation risk has been defined as the risk arising from negative perception on the part of customers, shareholders, investors, debt-holders, media reports that can adversely affect an organization's ability to maintain existing or establish new business relationships and continued access to sources of funding.

Our governance culture supported by sound risk management is aimed at ensuring we remain resilient during challenging periods and forge a sustainable future for the organization.

5. OPPORTUNITIES AND THREATS

Opportunities:

India remains largely underpenetrated in terms of credit. The domestic credit-to-private sector (% of GDP) ratio for India is at ~55%, which is significantly lower than other developed and emerging economies which are well beyond 100% in terms of penetration. Thus, the possibilities for increasing the size of the credit pie through tailored & superior credit offerings are numerous, which bodes well for our Company. To leverage this opportunity, we have focused on following a 'Digitalization and data decision driven' business strategy by expanding our branch distribution as well as enhancing digital capabilities to offer a superior customer experience.

New Guidelines issued by RBI which expand the qualification criteria for a customer to be tapped by the MFI sector provides potentially a wider strike zone for all practitioners eventually facilitating sector growth.

Better growth prospects coupled with improvement in portfolio quality post-covid will encourage investments and better liquidity support for all lenders across the sector.

Greater responsibility resting with the respective Boards of lenders will help strengthen corporate governance.

Threats:

We believe that the impact of elevated interest rates on funding costs could be visible and lead to slowdown of credit offtake as well as increase in credit costs. Growing competitive intensity from banking sector can also affect the growth of NBFCs like ours.

Current global unrest with the prolonged Russia-Ukraine crisis will set back growth-oriented initiatives taken by many countries, impacting capital markets, trade balance, supply chains, budgetary allocations, banking system/credit offtake etc.

Recession in Global Economy for example The German economy contracted in the first quarter of 2023 compared with the previous three months, thereby entering recession and Increase in the Interest rates by US Federal Bank may impact the source of funding and increase the cost of capital.

Tightened regulation of NBFCs will have financial and compliance impact

In the backdrop of the sustained inflation, there will an Impact on demand of the credit

6. INTERNAL CONTROL SYSTEMS

Save Microfinance has a robust mechanism of internal control systems, which ensures operational efficiency, the protection of resources, accuracy in reporting, and compliance with laws and regulations. The majority of the control mechanisms are automated which ensures the least chance of deviations. The design, adequacy, and efficacy of the internal control system are reviewed by the internal audit function including the systems, processes, and compliance with regulations. The internal audit team conducts on-field audits and reviews the efficacy of the controls at all levels. Apart from the internal audit team, reputed audit firms also review the transactions and monitor transactions whether they are in line with the regulatory framework. The internal audit reports are discussed with the management and reviewed by the Audit committee of the Board, which also reviews the adequacy and effectiveness of the internal controls.

7. INTERNAL FINANCIAL CONTROLS

The management has laid down IFC framework covering set of standards, processes and structure across the organization with reference to financial and non-financial controls to ensure that controls are adequate and are operating effectively. Internal Finance control framework has been established in line with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the 'Guidance Note').

During FY24, independent testing was conducted basis process walkthrough and

review of samples as per documented controls in the Risk & Control matrix. Testing is performed for each control through an independent firm, on behalf of Management confirming adequacy and effectiveness of controls. During the review there were no material deficiencies or design ineffectiveness of controls was observed.

8. HUMAN RESOURCES

The company had 1,506 permanent employees as of March 31, 2024. It firmly believes that the key to maintaining a healthy organizational growth is by ensuring its employee wellness. Keeping this in mind, a series of engagement interventions across identified key themes were undertaken to increase employee morale and the initiatives focused on key aspects such as training and upskilling, employee pulse analysis, leadership engagement sessions and, health and wellness, and various employee engagement programs.

Training and Development: Various initiatives were taken to provide the necessary upskilling and training required for the field and office employees.

- Train the Trainer Workshop called Avlokan was organized with the Business Head which provided a chance for the organizations' field trainers to get first hand understanding of handling communications at the grassroots level.
- New Product Launch Trainings for the field employees was organized to ensure that the staff is completely equipped with the necessary information required for the customer interactions.
- An exceptional video catering to the Products and Process trainings for the field staff, were put on M2i Application, our Learning Management System to allow for an immersive and engaging training experience

Pulse Surveys: Regular employee surveys to understand the pulse of the workforce, including IT requirements, employee grievances and concerns were circulated every quarter. These surveys were an important step in helping create a more positive and a joyful work experience focusing on continuous employee feedback to better the organizational needs.

Communication with Management: With a keen believe in keeping an open channel of communication between the management and the employees, initiatives to support the field staff also included quarterly interactions by the Business Head to provide necessary guidance; and monthly transactions with the Zonal Heads to keep track of staff concerns and grievances on the field, along with regular motivational sessions. Company is initiating the "Town Hall" for field staff.

Employment Initiatives: SAVE Microfinance initiated a tie up with the Vishwakarma University for recruiting field staff and management trainees. Further there were regular participation Job Fairs, that helped reach the workforce at the grassroots level. SAVE Microfinance participated in Bikaner Job Fair organized by Ministry of Skill Development, Govt of Rajasthan, where they were awarded as the 4th Best Recruiter Organization.

Employee Experience Programs: As an employee development initiative 'Anubhuti' was relaunched, which presented an opportunity for the backend and corporate employees to visit the field to experience, how the CROs work. This initiative is hoped to create a spirit of team bonding and empathy amongst the employees working together.

Diversity and Inclusion: In the interest of welcoming more female participation within the workforce, SAVE implemented a Menstruation Leave policy which provides up to 12 paid leaves annually, for all female employees, no questions asked.

Employee Engagement: The SMPL Field was welcomed to SAVE's Delhi office with a sports team building activity, which not only helped bring more focus towards physical fitness, but also towards the importance of sports in helping teams have more interaction with one another.

Employee Motivation: As rewards and recognition is key driving force for presenting recognizing the undying efforts of our workforce, SAVE Microfinance also organized a foreign trip to Nepal, in celebration for its AUM achievement in the microfinance sector.

**For and on behalf of the Board of Directors of
Save Microfinance Private Limited**

Ajeet Kumar Singh
Director
DIN: 01857072
Add: Manpur, Gopalganj Road,
Manpur, Gaya- 823003

Pankaj Kumar
Director
DIN: 01839501
Add: Sisodiya Niwas, Lala Babu Road
Pahari Lane, New Godam Road, Gaya-
823003

Date: 23.07.2024
Place: New Delhi

INDEPENDENT AUDITOR'S REPORT

To the Members of Save Microfinance Private Limited,

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Save Microfinance Private Limited** ("the Company"), which comprise the balance sheet as at March 31, 2024, the statement of profit and loss, and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (**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 aforesaid financial statements give the information required by the Companies Act 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, and the profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statement 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 ("the 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 opinion of the financial statements.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the director's report, does not include the financial statements and our auditor's report thereon. The Director's Report is expected to be made available to us after signing of this Auditor's Report.

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 identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the other information identified above if, we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

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

In preparing the financial statements, 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 the Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has an 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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, based on our report, 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 of the aforesaid financial statements.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The balance sheet, the statement of profit and loss and the cash flow statement dealt with by this Report are in agreement with the 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 Rules made thereunder.
- e)** On the basis of the written representations received from the directors as on March 31, 2024 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
- f)** With respect to the adequacy of the internal financial controls with reference to these financial statements and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls with reference to the financial statements.
- g)** The provisions of section 197 read with Schedule V to the Act are not applicable to the Company since the Company is not a public company as defined under section 2 (71) of the Act. Accordingly, reporting under section 197 (16) is not applicable.
- 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 as on March 31, 2024.
 - 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 to us that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b.** The Management has represented to us that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

- c. Based on our audit procedures conducted that are considered reasonable and appropriate in the circumstances, nothing has come to our attention that cause us to believe that the representations under sub-clause (a) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The Company has neither declared nor paid any dividend during the year and until the date of this Report. Accordingly, the requirement of Section 123 of the Act is not applicable.
- 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. The Audit trail feature has operated throughout the year for all relevant transactions recorded in the software and has not been tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 01, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

For S S Kothari Mehta & Co. LLP
Chartered Accountants
Firm's Registration No. 000756N/ N500441

Naveen Aggarwal
Partner
Membership No. 094380
UDIN

Place : New Delhi
Date : July 23, 2024

Annexure A” to the Independent Auditors’ Report

The Annexure as referred in paragraph (1) ‘Report on Other Legal and Regulatory Requirements of our independent Auditors’ Report to the members of **Save Microfinance Private Limited** on the financial statements for the year ended March 31, 2024, we report that:

- i.** In respect of the Company’s property, plant and equipment (PPE) and intangible assets:
 - (a) A.** The Company has maintained proper records showing full particulars, including quantitative details other than situation of property plant and equipment & particulars related to identification numbers affixed on the property plant and equipment.
B. The Company has maintained proper records showing full particulars of intangible assets.
 - (b)** PPE have been physically verified by the management during the year according to designated process to cover all the items in three years which in our opinion is reasonable having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification and the same have been properly dealt with in the books of accounts.
 - (c)** According to the information and explanation given to us and based on our examination of records, no immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the Company and accordingly, the requirement to report on clause 3(i)(c) of the Order is not applicable to the Company.
 - (d)** According to the information and explanation given to us and based on our examination of records, the Company has not revalued any of its PPE and intangible assets during the year.
 - (e)** According to the information and explanation given to us and based on our examination of records, no proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and Rules made thereunder.
- ii.**
 - a)** According to the information and explanation given to us and based on our examination of records, the Company does not have any inventory and hence reporting under clause 3(ii)(a) of the Order is not applicable.
 - b)** According to the information and explanation given to us and based on our examination of records, the Company does not have any sanctioned working capital. Accordingly, reporting under 3(ii)(b) of the Order is not applicable.
- iii.** According to the information and explanation given to us and based on our examination of records, the Company has made investments in, companies (i.e. mutual fund companies), provided guarantee or security and granted loans or advances in the nature of unsecured loans to companies & other parties, during the year, in respect of which:
 - a)** Reporting under clause 3(iii)(a) of the Order is not applicable as the Company is a Non-Banking Financial Company (“NBFC”).

- b) In our opinion, the investments made, guarantee provided, and security given and the terms and conditions of the grant of all loans, during the year are, prima facie, not prejudicial to the company's interest.
- c) According to the information and explanation given to us and based on our examination of records, in respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated except loans reported in para (iii) (f) below and the repayments of principal amounts and receipts of interest have generally been regular as per stipulation. With respect to the loans specified in 3 (iii) (f) below, we are unable to comment the regularity of receipt of principal and interest due to non-stipulation of schedule of principal and interest. Since the Company is a NBFC and considering the significant volume of transactions with number of borrowers furnishing the number of cases of default is practically not feasible.
- d) In respect of loans granted by the Company, the details of total amount overdue above 90 days are as follows:

(INR in Lakhs)

Type of Loan	Nos of Cases	Principal Overdue	Interest Overdue*	Total Overdue
Joint Liability Group - Own	8583	827.93	147.87	975.80
Joint Liability Group – Co-lending	875	28.10	6.77	34.87

* Pursuant to prudential norms of RBI, such overdue interest has been derecognised in the books of accounts for the preparation of financial statements as at reporting date.

Based on the information & explanations given to us, reasonable steps have been taken by the company for the recovery of the Principal & Interest.

- e) Reporting under clause 3(iii)(e) of the Order is not applicable as the Company is a NBFC.
- f) According to the information and explanation given to us and based on our examination of records, the Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year except as mentioned hereunder:

(INR in Lakhs)

Name of Related Party	Amount of Loan/ Advance Given*	Outstanding as on March 31, 2024	% to Total Loans as at March 31, 2024	Relation
Save Solutions Private Limited	2,150	934	1.42%	Holding Company
Saggraha Management Services Private Limited	200	500	0.76%	Fellow Subsidiary
Save Housing Finance Limited	600	0	0%	Fellow Subsidiary

* Represents amount given in tranches at different dates during the year & repayable on demand.

- iv.** According to the information and explanations given to us, provisions of Section 185 are not applicable to the Company. However, the Company has complied with the provisions of Section 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees provided, to the extent applicable.
- v.** According to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits within the meaning of provisions of sections 73 to 76 or any other relevant provisions of the Act and the Rules framed there under. Accordingly, reporting under clause 3 (v) of the Order is not applicable to the Company.
- vi.** In our opinion and according to the information and explanations given to us, the requirement of maintenance of cost records pursuant to Companies (Cost Records and Audit) Rules, 2014 prescribed by the Central Government in terms of sub-section (1) of section 148 of the Act for the business activities carried by the Company. Accordingly, reporting under clause 3(vi) of the Order 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, undisputed statutory dues including provident fund, employees' state insurance, income-tax, duty of custom, goods and service tax have generally been regularly deposited with the appropriate authorities though there has been a slight delay in a few cases and further, there are no undisputed statutory dues payable for a period of more than six months from the date they become payable as at March 31, 2024.
 - b)** According to the information and explanations given to us and on the basis of examination of the records, there are no dues in respect of Provident Fund, Employees' State Insurance, Income Tax, Goods and Services Tax, Service Tax, Sales Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and other material statutory dues as applicable which have not been deposited on account of any dispute.
- (viii)** According to the information and explanations given to us and on the basis of examination of the records of the Company, the Company has not surrendered or disclosed any transaction, previously unrecorded in the books of accounts, in the tax assessments under the Income Tax Act, 1961, as income during the year. Accordingly, the requirement to report on clause 3 (viii) of the Order is not applicable to the Company.
- (ix)**
 - a)** According to the information and explanation given to us and based on our examination of records, the Company has not defaulted in repayment of loans or other borrowings or in the payment of Interest thereon to any lender and hence, reporting under clause 3(ix)(a) of the Order is not applicable.
 - b)** Based on the information and explanations obtained by us, the Company has not been declared wilful defaulter by any bank or financial institution or other lender.
 - c)** According to the information and explanation given to us and based on our examination of records, the Company has applied the term loans for the purpose for which the loans were obtained.

- d)** According to the information and explanation given to us and based on our examination of records, funds raised on short- term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- e)** According to the information and explanation given to us and based on our examination of records, Company is not having any subsidiary, associate or joint venture. Accordingly, the reporting under this clause 3(ix)(e) of the Order is not applicable.
- f)** According to the information and explanation given to us and based on our examination of records, Company is not having any subsidiary, associate or joint venture. Accordingly, the reporting under this clause 3(ix)(f) of the Order is not applicable.
- (x)**
- a)** According to the information and explanations given to us, the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year. hence reporting under clause 3(x)(a) of the Order is not applicable.
- b)** According to the information and explanation given to us and based on our examination of records, during the year, the company has complied with the requirements of Section 42 of the Act for the private placement of Non-Convertible Debentures. However, the Company has not made any preferential allotment as per Section 62 of the Act read with Rule 13 of the Companies (Share Capital and Debentures) Rules, 2014 during the year.
- (xi)**
- a)** As per the information and explanation given to us and on the basis of our examination of the records, no fraud by the company or on the company has been noticed or reported during the period covered by our audit except management reported few instances of misappropriation of cash collected from customers and other forms of embezzlement of cash by the employees, involving amount aggregating to Rs. 33.15 lakhs as mentioned in Note 39 (A) to the financial statements. The Company has terminated the services of such employees and also initiated legal action against them. As informed, the Company has recovered Rs. 11.98 lakhs during financial year 2023-24.
- b)** According to the information and explanation given to us and based on our examination of records, no report under sub-section (12) of section 143 of the Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- c)** We have been informed that there are no whistle blower complaints received by the Company during the year (and upto the date of this report), while determining the nature, timing and extent of our audit procedures. Accordingly, the reporting under the clause 3(xi)(c) of the Order is not applicable.
- (xii)** The Company is not a Nidhi Company. Accordingly, Clause (xii)(a), (xii)(b) and (xii)(c) of Para 3 of the order is not applicable to the Company.
- (xiii)** According to the information and explanations given to us and based on our examination of the record of the Company, transactions with the related parties are in compliance with section 188 of Act where applicable and details of such transactions have been disclosed in Note 23 to the financial statements as required by the applicable accounting standards. Section 177 of the Act is not applicable on the

company. However, the said Committee has been voluntarily constituted by the Company to ensure good governance.

- (xiv) a)** According to the information and explanation given to us and based on our examination of records, in our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- b)** We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date of our report, in determining the nature, timing and extent of our audit procedures.
- (xv)** According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him as referred to in Section 192 of the Act. Accordingly, clause 3(xv) of the Order is not applicable.
- (xvi) a)** The Company was required to be registered under Section 45IA of the Reserve Bank of India Act, 1934 and the company has obtained the registration under Reserve Bank of India Act, 1934.
- b)** According to the information and explanations given to us and based on our examination of the records, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- c)** According to the information and explanations given to us and based on our examination of the records, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, accordingly, paragraph 3(xvi)(c) of the Order is not applicable.
- d)** According to the information and explanations given to us and based on our examination of the records, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- (xvii)** The Company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- (xviii)** There has been no resignation of the statutory auditors during the year. Accordingly, provisions of clause 3 (xviii) of the Order are not applicable to the Company.
- (xix)** On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the

date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

- (xx) a) According to information and explanation provided to us and based on our examination of records of the Company, there are no projects which are “other than ongoing projects”. Accordingly, reporting under this sub clause is not applicable to the Company.
- b) According to information and explanation provided to us and based on our examination of records of the Company, the Company has transferred the unspent amount of Rs 10.76 Lakhs to special account in compliance with the provisions of sub section (6) of Section 135 of the Companies Act, 2013 (Refer Note No. 36 to the financial statements).
- (xxi) According to the information and explanation given to us and based on our examination of the record of the company, the Company does not have any subsidiary or the joint venture. Accordingly, the clause 3(xxi) of the order is not applicable.

For **S S Kothari Mehta & Co. LLP**
Chartered Accountants
Firm's Registration No. 000756N/ N500441

Naveen Aggarwal
Partner
Membership No. 094380
UDIN :

Place : New Delhi
Date : July 23, 2024

“Annexure B” to the Independent Auditor’s Report of even date on the Financial Statements of Save Microfinance Private Limited.

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”) as referred to in paragraph 2(f) of ‘Report on Other Legal and Regulatory Requirements’

We have audited the internal financial controls with reference to the financial statements of **Save Microfinance Private Limited** (“the Company”) as of March 31, 2024 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 Management and Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements 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 (“the 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 Act.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the ICAI and the Standards on Auditing, prescribed under section 143(10) of the Act, 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 with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls with reference to financial statements.

Meaning of Internal Financial Controls with reference to Financial Reporting

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

Inherent Limitations of Internal Financial Controls with reference to Financial Reporting

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

Opinion

In our opinion, 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 with reference to the financial statements and such internal financial control with reference to the financial statements were operating effectively as at March 31, 2024, based on the criteria for internal financial controls with reference to the financial statements established by the company considering the essential components of internal controls stated in guidance note on audit of internal financial controls over financial reporting issued by the ICAI.

For **S S Kothari Mehta & Co. LLP**
Chartered Accountants
Firm's Registration No. 000756N/ N500441

Naveen Aggarwal
Partner
Membership No. 094380
UDIN

Place : New Delhi
Date : July 23, 2024

SAVE MICROFINANCE PRIVATE LIMITED

CIN : U65929DL2016PTC304877

Balance Sheet as at March 31, 2024

(All amount are in Lakhs, unless otherwise stated)

Particulars	Note No.	As at March 31, 2024	As at March 31, 2023
I. Equity and liabilities			
Shareholders' funds			
Share capital	3	13,727.27	13,727.27
Reserves and surplus	4	4,221.32	3,133.49
Total Shareholders' Funds		17,948.59	16,860.76
Non-Current liabilities			
Long-term borrowings	5	17,688.12	34,983.00
Long-term provisions	6	1,160.48	1,001.74
Total Non-Current Liabilities		18,848.60	35,984.74
Current liabilities			
Short-term borrowings	5	41,374.27	44,087.52
Trade payables	7		
Total outstanding dues of micro enterprises and small enterprises		34.85	25.91
Total outstanding dues other than micro enterprises and small enterprises		25.27	23.96
Other current liabilities	8	3,915.05	4,827.37
Short-term provisions	6	57.15	80.95
Total Current Liabilities		45,406.59	49,045.71
Total		82,203.78	101,891.21
II. Assets			
Non-Current assets			
Property, Plant & Equipment and Intangible assets			
Property, Plant & Equipment	9.A	407.66	390.23
Intangible assets	9.B	85.01	11.53
Capital work-in-progress	9.C	-	2.08
Intangible asset under development	9.C	1.66	32.85
Deferred tax assets (net)	10	293.04	5.05
Long term loans and advances	11	17,139.79	34,361.17
Other non-current assets	12	2,610.55	4,959.34
Total Non-Current Assets		20,537.71	39,762.25
Current assets			
Trade receivables	13	775.96	184.04
Current investment	14	-	700.00
Cash and cash equivalents	15	6,484.65	5,608.76
Short term loans and advances	11	51,018.89	52,871.94
Other current assets	12	3,386.57	2,764.22
Total Current Assets		61,666.07	62,128.96
Total		82,203.78	101,891.21

Summary of significant accounting policies.

2

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

As per our report of even date

For S S Kothari Mehta & Co. LLP

ICAI Firm Registration No. 000756N/ N500441

Chartered Accountants

For and on behalf of the Board of Directors of

SAVE MICROFINANCE PRIVATE LIMITED

Naveen Aggarwal

Partner

Membership No.: 094380

Ajeet Kumar Singh

Director

DIN 01857072

Pankaj Kumar

Director

DIN 01839501

Ajay Kumar Sinha

Director

DIN 01817959

Date: July 23, 2024

Place : New Delhi

Vijay Kumar Dwivedi

Company Secretary

M.No.- A36168

Pintu Kumar Singh

Chief Financial Officer

Date: July 23, 2024

Place : New Delhi

SAVE MICROFINANCE PRIVATE LIMITED

CIN : U65929DL2016PTC304877

Statement of Profit and Loss for the year ended March 31, 2024*(All amount are in Lakhs, unless otherwise stated)*

Particulars	Note No.	Year Ended March 31, 2024	Year Ended March 31, 2023
I. Income			
Revenue from operations	16	20,722.63	17,109.08
Other income	17	150.24	40.95
Total income		20,872.87	17,150.03
II. Expenses			
Employee benefit expenses	18	4,714.69	3,914.42
Finance costs	19	9,282.88	7,696.26
Depreciation and amortisation expense	20	83.66	151.06
Other expenses	21	4,881.27	2,704.61
Provisions and write-offs	22	457.99	387.69
Total expenses		19,420.49	14,854.04
Profit before Tax (iii) = (i)-(ii)		1,452.38	2,295.99
Tax expense (iv)			
- Current tax		415.66	551.00
- Deferred tax charge /(credit)		(287.99)	31.19
- Related to earlier years		107.12	-
Total tax expenses		234.79	582.19
Profit for the Year (iii)-(iv)		1,217.59	1,713.80
Earning per share (EPS)			
Basic and Diluted (Rs.)	23	0.89	1.43
Nominal value of share		10/-	10/-

Summary of significant accounting policies.

2

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

As per our report of even date

For S S Kothari Mehta & Co. LLP

ICAI Firm Registration No. 000756N/ N500441

Chartered Accountants

**For and on behalf of the Board of Directors of
SAVE MICROFINANCE PRIVATE LIMITED****Naveen Aggarwal**

Partner

Membership No.: 094380

Ajeet Kumar Singh

Director

DIN 01857072

Pankaj Kumar

Director

DIN 01839501

Ajay Kumar Sinha

Director

DIN 01817959

Date: July 23, 2024

Place : New Delhi

Vijay Kumar Dwivedi

Company Secretary

M.No.- A36168

Pintu Kumar Singh

Chief Financial Officer

Date: July 23, 2024

Place : New Delhi

SAVE MICROFINANCE PRIVATE LIMITED
CIN : U65929DL2016PTC304877
Cash Flow Statement for the year ended March 31, 2024
(All amount are in Lakhs, unless otherwise stated)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
A. Cash flow from operating activities :		
Profit before tax	1,452.38	2,295.99
Adjustments for:		
Depreciation and amortisation expense	83.66	151.06
Provisions and write-off	457.99	387.69
Loss on sale of Fixed assets	0.21	0.22
Gain on sale of Mutual funds (net)	(28.89)	(16.07)
Interest Income on income tax refund	-	4.62
Liabilities no longer required		(4.34)
Operating profit before working capital changes	1,965.35	2,819.17
Movements in working capital:		
Increase in trade receivables & other current assets	(758.03)	(4,645.20)
(Increase)/decrease in loans and advances	19,191.81	(39,339.61)
Increase / (decrease) in provisions	(611.03)	(441.99)
Increase in trade payables	10.25	12.03
Increase/(decrease) in other current liabilities	(912.32)	3,492.15
Cash used in operations	18,886.03	(38,103.45)
Income taxes paid	(352.17)	(600.17)
Net cash flow from operating activities (A)	18,533.86	(38,703.62)
B. Cash flow from investing activities :		
Acquisition of Property, Plant and Equipment including CWIP	(91.74)	(312.50)
Proceeds from disposal of Property, Plant and Equipment	0.04	0.57
Acquisition of Intangible assets including CWIP	(49.82)	(35.78)
Purchase of investments	(5,800.00)	(8,200.00)
Sale of investments	6528.89	7,516.07
Interest received on Deposits	-	(13.73)
Net Cash flow from investing activities (B)	587.37	(1,045.37)
C. Cash flow from financing activities :		
Proceeds from long-term borrowings from a Holding Company	-	15,284.00
Repayment of long-term borrowings of a Holding Company	(1,000.00)	(17,338.38)
Proceeds from long-term borrowings from Banks & NBFCs	29,445.04	86,510.00
Repayment of long-term borrowings of Banks & NBFCs	(48,453.17)	(44,758.97)
Shares/Debentures issue expense	(129.76)	(85.70)
Net Cash flow from financing activities (C)	(20,137.89)	39,610.95
Net increase / (decrease) in cash and cash equivalents (A+B+C)	(1,016.66)	(138.04)
Cash and cash equivalents at the beginning of the year	5,081.32	5219.36
Cash and cash equivalents at the end of the year	4,064.66	5,081.32
Components of cash and cash equivalents		
Cash on hand	23.63	23.64
With banks- on current account	4,041.03	3,450.84
Deposits with original maturity of less than 3 months	-	1,606.84
Total cash and cash equivalents (note 15)	4,064.66	5,081.32

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

2

As per our report of even date

For S S Kothari Mehta & Co. LLP
ICAI Firm Registration No. 000756N/ N500441
Chartered Accountants

For and on behalf of the Board of Directors of
SAVE MICROFINANCE PRIVATE LIMITED

Naveen Aggarwal
Partner
Membership No.: 094380

Ajeet Kumar Singh
Director
DIN 01857072

Pankaj Kumar
Director
DIN 01839501

Ajay Kumar Sinha
Director
DIN 01817959

Date: July 23, 2024
Place : New Delhi

Vijay Kumar Dwivedi
Company Secretary
M.No.- A36168

Pintu Kumar Singh Date: July 23, 2024
Chief Financial Officer Place : New Delhi

1. Corporate Information

Save Microfinance Private Limited (CIN: U65929DL2016PTC304877) ('the Company') is a private company incorporated in India having its registered office at Unit No. 782, 7th Floor, Vegas Mall, Plot No.6, Sector-14, Dwarka New Delhi, Southwest Delhi - 110075. The Company was registered as a non-deposit taking Non-Banking Financial Company ('NBFC-ND') with the Reserve Bank of India ('RBI') and has got classified as a Non-Banking Financial Company – Micro Finance Institution ('NBFC-MFI') with effect from October 5, 2017.

The Company is engaged in providing financial services to women belonging to the rural and sub-urban areas in India.

2. Significant accounting policies

a) Basis of preparation of financial statements

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material aspects with the accounting standards notified under section 133 of the Companies Act 2013 ("the Act"), read together with Rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Accounting Standards) Amendment Rules, 2016, provisions of the RBI applicable as per Master Direction – Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023 issued vide Notification No. RBI/DoR/2023-24/106, DoR.FIN.REC. No.45/03.10.119/2023-24 dated October 19, 2023, as amended from time to time ('the Scale Based Regulation, 2023') and other applicable clarifications provided by the RBI.

The financial statements are prepared on a going concern basis, as the management is satisfied that the Company shall be able to continue its business for the foreseeable future and no material uncertainty exists that may cast significant doubt on going concern assumption. In making this assessment, the Management has considered a wide range of information relating to present and future conditions, including future projections of profitability and cash flows.

The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies applied by the Company are consistent with those applied in previous years unless specified otherwise.

b) Use of estimates

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

c) Current – non-current classification

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

Assets

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

- i. It is expected to be realised in, or is intended for sale or consumption in, the Company's normal operating cycle.
- ii. It is held primarily for the purpose of being traded.
- iii. It is expected to be realised within 12 months after the reporting date; or
- iv. It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current assets. All other assets are classified as non-current.

Liabilities

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

- i. It is expected to be settled in the Company's normal operating cycle.
- ii. It is held primarily for the purpose of being traded.
- iii. It is due to be settled within 12 months after the reporting date; or
- iv. the Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

Current liabilities include the current portion of non-current liabilities. All other liabilities are classified as non-current.

Operating cycle

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. Based on the nature of operations and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months.

d) Revenue recognition

- i. Interest income on loan portfolio is recognised on accrual basis taking into account the amount outstanding and rate applicable except in the case of non-performing assets (NPA's) where it is recognized, upon realization, as per the prudential norms of RBI.
- ii. Loan processing fees received upfront are considered to be accrued at the time of entering into a binding agreement upon its receipt and are recognized as revenue immediately.
- iii. Profit/premium arising at the time of securitization/assignment of loan portfolio is amortized over the life of the underlying loan portfolio/securities and any loss arising therefrom is accounted for immediately. Income from interest strip (excess interest spread) is recognized in the statement of profit and loss account net of any losses at the time of actual receipt. Interest retained under assignment of loan receivables is recognized on realization basis over the life of the underlying loan portfolio.

- iv. Interest on term deposits has been accrued on a time proportion basis, using the underlying interest rate.
- v. All other income is recognized on an accrual basis.

e) Classification of loan portfolio and provisioning policy

Loan Portfolio is classified, and provision is made in accordance with prudential norms and the Non-Banking Financial Company – Micro Finance Institutions (NBFC-MFIs) Directions issued by Reserve Bank of India as mentioned below:

Asset classification norms:

- i. Standard asset means the asset in respect of which, no default in repayment of principal or payment of interest is perceived and which does not disclose any problem nor carry more than normal risk attached to the business.
- ii. A non-performing asset means an asset for which interest/principal payment has remained overdue for a period of 90 days or more.

Provisioning norms:

The aggregate loan provision shall not be less than the higher of:

- i. 1% of the outstanding loan portfolio, or
- ii. 50% of the aggregate loan installments which are overdue for more than 90 days and less than 180 days and 100% of the aggregate loan installments which are overdue for 180 days or more.
- iii. 0.40% of outstanding loan amount given by company to its holding company.

f) Property, plant and equipment and depreciation/amortization

Property, plant, and equipment

Property, plant, and equipment (“PPE”) are carried at cost of acquisition less accumulated depreciation. The cost of PPE comprises the purchase price, taxes, duties, freight (net of rebates and discounts) and any other directly attributable costs of bringing the assets to their working condition for their intended use.

Subsequent expenditures related to an item of PPE are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance. PPE under construction and PPE acquired but not ready for their intended use are disclosed as capital work-in-progress.

The Management has assessed the estimated useful life of the PPE as specified in Schedule II to the Companies Act, 2013 as in the opinion of the management the same reflects the estimated useful life. The depreciation is provided under the straight-line method. Depreciation is calculated on a pro rata basis from the date on which the asset is ready for use or till the date the asset is sold or disposed.

Losses arising from retirement or gains or losses arising from disposal of PPE are recognized in the Statement of Profit and Loss.

Intangible assets

Intangible assets are carried at the cost of acquisition less amortization. Intangible assets that are acquired by the Company are measured initially at cost. Subsequent expenditure is capitalised only when it increases the future economic benefits from the specific asset to which it relates.

Intangible assets are amortized in the Statement of Profit and Loss over their estimated useful lives from the date they are available for use based on the expected pattern of consumption of economic benefits of the asset. Intangible assets are being amortized over the tenure of the asset.

g) Borrowing costs

Borrowing costs consist of interest and other costs that the company incurred in connection with borrowing of funds. Other ancillary borrowing costs incurred in connection with obtaining funding are amortized over the period of loan. In case any loan is prepaid/cancelled then the unamortized portion of such borrowing cost is charged to the Statement of Profit and Loss in the year such loan is prepaid / cancelled.

h) Employee Retirement benefits

Employee benefits includes provident fund, employee state insurance scheme, gratuity fund and compensated absences.

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.

Defined benefit plan

The Company provides a gratuity, a retirement plan covering all eligible employees. In the current year the Company recognized provision for Gratuity expenses in the Statement of Profit and Loss. The calculation of the Company's obligation under the plan is performed annually by a qualified independent actuary using the projected unit credit method.

Actuarial gains and losses (if any) arising during the year are immediately recognised in the Statement of Profit and Loss in the year in which they arise and are not deferred.

Leave Encashment Policy

The company provides Leave encashment to all eligible employees. In the current financial year, the company paid leave to the employee and the same is recognized in the Statement of Profit & loss account. Leave encashment liability is provided based on actuarial valuation carried out at the end of the financial period using the projected unit credit method.

Actuarial gains and losses (if any) arising during the year are immediately recognized in the Statement of Profit and Loss in the year which they arise and are not deferred.

i) Earnings per share (“EPS”)

Basic earnings per share are computed by dividing the net profit after tax for the year attributable to equity shareholders by the weighted average number of equities shares outstanding during the year. For the purpose of calculating diluted earnings per share (if any), net profit after tax for the year and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares. Dilutive potential equity shares are deemed to have been converted as of the beginning of the year unless they have been issued at a later date.

j) Income tax

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India.

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 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. If the Company has carried forward unabsorbed depreciation or tax losses, all deferred tax assets are recognized only if there is a virtual certainty supported by convincing evidence that sufficient taxable income will be available in future against which such deferred tax assets can be realized.

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

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

k) Provisions and contingent liabilities

A provision is recognised if, as a result of a past event, the Company has a present obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are recognised at the best estimate of the expenditure required to settle the present obligation at the balance sheet date. The provisions are measured on an undiscounted basis.

Contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions but are disclosed unless the possibility of outflow of resources is remote.

l) Leases

Leases that do not transfer substantially all the risks and rewards of ownership are classified as operating leases. Payments made under operating leases are recognised in the statement of profit and loss on a straight-line basis over the lease period unless another systematic basis is more representative of the time pattern of the benefit.

m) Investments

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

Current investments are carried in the financial statement at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments. On disposal of investment, the difference between the carrying amount and net disposal proceeds are charged or credited to the statement of profit and loss.

n) Cash flow statement

Cash flows are reported using the indirect method, whereby net profit/ (loss) before 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 flow from regular revenue generating, investing, and financing activities of the Company is segregated.

o) Cash and cash equivalents

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

(This space has been left intentionally blank)

3	Share capital	As at	As at
		March 31, 2024	March 31, 2023
	Authorized Shares		
	16,50,00,000 (March 31, 2023: 15,00,00,000) equity shares of Rs.10/- each	16,500.00	15,000.00
		16,500.00	15,000.00
	Issued, subscribed and fully paid-up shares		
	13,72,72,725 (March 31, 2023: 13,72,72,725) equity shares of Rs.10/- each	13,727.27	13,727.27
	Total issued, subscribed and fully paid-up share capital	13,727.27	13,727.27

A Reconciliation of the equity shares outstanding at the beginning and at the end of the reporting year

Equity shares	As at March 31, 2024		As at March 31, 2023	
	Number	(Rs.)	Number	(Rs.)
Outstanding at the beginning of the year	137,272,725	13,727.27	103,636,363	10,363.63
Add: Issued during the year [refer note (i) below]	-	-	-	-
Add: Conversion of Loan from Holding company [refer note (F) below]	-	-	33,636,362	3,363.64
Shares outstanding at the end of the year	137,272,725	13,727.27	137,272,725	13,727.27

B Terms/rights attached to equity shares

The Company has only one class of equity shares having par value of Rs 10/- 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 (if any). However, the company has not declared any dividend during the year.
In the event of liquidation of the Company, the holders of the equity shares will be entitled to receive the remaining assets of the Company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.
The Company has not issued any bonus shares / rights shares during current year.

C Details of shareholder holding more than 5% shares in the Company

Name of shareholder	As at March 31, 2024		As at March 31, 2023	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Equity Shares of Rs.10 each fully paid				
Save Solutions Private Limited	137,272,725	100.00%	137,272,725	100.00%
	137,272,725	100.00%	137,272,725	100.00%

D Details of shares held by holding company

Name of shareholder	As at March 31, 2024		As at March 31, 2023	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Equity Shares of Rs.10 each fully paid				
Save Solutions Private Limited*	137,262,725	100.00%	137,262,725	100.00%
	137,262,725	100.00%	137,262,725	100.00%

* Number of shares includes 10,000 shares held by Promoters (directors) as nominee shareholders on behalf of holding company.
The Company has not issued any share to the subsidiary/associates of its holding company.

E Details of shares held by promoters at the end of the year

S. No.	Promoter name	As at March 31, 2024			As at March 31, 2023		
		No of Shares	% of total shares	% change during the year	No of Shares	% of total shares	% change during the year
1	Ajeet Kumar Singh	3,400	0.002%	0.00%	3,400	0.002%	0.00%
2	Ajay Kumar Sinha	3,300	0.002%	0.00%	3,300	0.002%	0.00%
3	Pankaj Kumar	3,300	0.002%	0.00%	3,300	0.002%	0.00%
4	Save Solutions Private Limited	137,262,725	99.993%	0.00%	137,262,725	99.993%	32.46%
	TOTAL	137,272,725	100.000%	0.000%	137,272,725	100.000%	32.46%

(i) During the financial year, no loan from Holding company converted into equity shares (Financial year 2022-23 : Rs.3,700.00 Lakhs i.e., 3,36,36,362 equity shares) of Rs. 10 each at a price of Rs. 11 (including premium of Rs. 1).

(ii) No shares were allotted as fully paid-up by way of Bonus shares during last 5 financial years. Further, none of the shares were bought back by the Company during last 5 financial years.

(iii) During the financial year 2023-24 and preceding 4 Financial years, company has not issued any shares pursuant to contract(s) without payment being received in cash or bonus share. Further, no share has been bought back by the company during the financial year 2023-24 and preceding 4 Financial years.

4	Reserves and surplus	As at	As at
		March 31, 2024	March 31, 2023
	A. Securities premium		
	Balance as per last financial statements	960.38	800.86
	Add: Premium on equity shares issued during the year		336.36
	Less: Shares/Debentures issue expense	(129.76)	(176.84)
	Closing Balance (A)	830.62	960.38
	B. Statutory reserve *		
	Balance as per last financial statements	434.62	91.86
	Add: Amount transferred from surplus balance in the Statement of Profit & Loss	243.52	342.76
	Closing Balance (B)	678.14	434.62
	C. Surplus in the Statement of Profit and Loss		
	Balance as per last financial statements	1,738.49	367.45
	Add: Profit for the year	1,217.59	1,713.80
	Less: Appropriations		
	Transferred to statutory reserve (@ 20% of profit after tax as required by section 45-1C of Reserve Bank of India Act, 1934)	(243.52)	(342.76)
	Net surplus in the Statement of profit and loss (C)	2,712.56	1,738.49
	Total (A+B+C)	4,221.32	3,133.49

* The reserve is created as per the provision of Section 45(1C) of Reserve Bank of India Act, 1934. This is a restricted reserve and no appropriation can be made from this reserve fund except for the purpose as may be prescribed by Reserve Bank of India.

SAVE MICROFINANCE PRIVATE LIMITED
CIN : U65929DL2016PTC304877
Notes to Financial Statements as at and for the year ended March 31, 2024
(All amount are in Lakhs, unless otherwise stated)

5

Borrowings	Long-term		Short-term	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
Secured				
(A) Non Convertible Debentures	2,729.17	2,800.00		
(B) Term Loan				
-Indian rupee loan from non banking finance companies	3,189.95	12,235.76	-	-
-Indian rupee loan from banking companies (secured by book debts)	6,154.82	16,957.86	-	-
-Indian rupee loan from banking companies (secured by assets)	114.18	89.38	-	-
-Indian rupee loan from holding company	-	1,900.00	-	-
Unsecured				
(A) Non Convertible Debentures	4,500.00	-	-	-
(B) Term Loan				
-Indian rupee loan from non banking finance companies	1,000.00	1,000.00	-	-
	17,688.12	34,983.00	-	-
Current Maturities of Long term borrowings (Secured)				
-Non Convertible Debentures	-	-	5,146.32	3,800.00
-Indian rupee loan from non banking finance companies	-	-	15,618.94	17,868.22
-Indian rupee loan from banking companies (secured by book debts)	-	-	18,688.26	21,406.76
-Indian rupee loan from banking companies (secured by assets)	-	-	20.75	12.54
-Indian rupee loan from holding company	-	-	1,900.00	1,000.00
Total	17,688.12	34,983.00	41,374.27	44,087.52

1. Term loans/debentures from Banks and NBFs are secured by way of hypothecation of outstanding loan portfolio of the Company to the extent of security cover ratio of 1.25:1, in addition to the fixed deposits being held as collateral security. The term loan carries interest rate ranges from 8.75% p.a. to 16.55% p.a. (March 31, 2023: 8.75% p.a. to 15.90% p.a.)

2. Term loans/debentures outstanding Rs. 39,767.28 Lakhs (March 31, 2023: Rs. 67,281.24 Lakhs) are also guaranteed by promoter directors of the Company.

3. Terms and conditions for non-convertible debentures issued:

Name of debenture holder	Amount outstanding as at March 31, 2024	Amount outstanding as at March 31, 2023	Rate of Interest	Repayment Schedule
Northern Arc Income Builder Trust (Series-II) [200 Series A]	1,369.05	2,000.00	14.18	Monthly
Northern Arc Income Builder Trust (Series-II) [50Series B]	227.27	500.00	13.75	Monthly
Hinduja Finance Lyland Limited (HLF)-NCD 1	300.00	1,500.00	12.00	Quarterly
Incred Financial Services Limited-NCD	-	250.00	12.00	Quarterly
Mas Financial Services Ltd.-NCD	-	750.00	12.00	Quarterly
Mas Financial Services Ltd.-NCD 2	-	1,600.00	12.00	Quarterly
Additions in C.Y				
LC Capital India Private Limited	3,062.50	-	13.10	Quarterly
Creation Investment FPI LLC	4,500.00	-	14.70	As per repayment schedule
Blacksoil India Credit Fund	916.67	-	13.50	Monthly
Vivriti Capital Private Limited	2,000.00	-	13.00	Quarterly
Total	12,375.49	6,600.00		

Loan guaranteed by promoters/Directors	From Holding Company	From Banks	From NBFCs	Others
Non Convertible Debentures	-	-	4,813.00	-
Term Loan	-	23,495.44	11,458.84	-

3. Refer Note 5A and 5B for terms of repayment of term loans.

4. The Company has never been declared by any lender as a willful defaulter.

5. There are no charges which are to be created or satisfied beyond the statutory period.

SAVE MICROFINANCE PRIVATE LIMITED

CIN : U65929DL2016PTC304877

Notes to the Financial Statements as at and for the year ended March 31, 2024

(All amount are in Lakhs, unless otherwise stated)

5A Long-term borrowings

Terms of repayment of Term Loans as on March 31, 2024

Original maturity of loan	Interest Rate (%)	Due within 1 year		Due between 1 and 2 years		Due between 2 and 3 Years		Due between 3 and 5 Years		Above 5 Years		Total Amount
		No. of Instalments	Amount	No. of Instalments	Amount	No. of Instalments	Amount	No. of Instalments	Amount	No. of Instalments	Amount	
From NBFCs:												
0- 6 Years	11.85%-15.90%	299	15,618.94	67	3,148.28	1	41.67	2	1,000.00	-	-	19,808.89
From Banks												
0-3 Years.	9.10%-16.55%	323	18,688.26	87	4,740.71	21	1,414.09	-	-	-	-	24,843.06
0-5 Years.	9.25%	12	7.27	12	8.17	12	8.96	24	20.64	-	-	45.04
0-7 Years.	9.07%	12	13.48	12	14.70	12	16.13	24	36.98	5	8.61	89.91
From Debentureholders:												
0-3 Yrs.	12.00% - 15.00%	32	5,146.32	23	5,429.17	3	1,800.00	-	-	-	-	12,375.49
From Holding:												
0-3 Yrs.	13.75%-14.05%	2	1,900.00	-	-	-	-	-	-	-	-	1,900.00
Grand Total		680	41,374.27	201	13,341.04	49	3,280.85	50	1,057.62	5	8.61	59,062.39

SAVE MICROFINANCE PRIVATE LIMITED

Notes to the Financial Statements as at and for the year ended March 31, 2024

CIN : U65929DL2016PTC304877

(All amount are in Lakhs, unless otherwise stated)

5B. Long-term borrowings

Terms of repayment of Term Loans as on March 31, 2023

Original maturity of loan	Interest Rate (p.a.)	Due within 1 year		Due between 1 and 2 years		Due between 2 and 3 Years		Due between 3 and 5 Years		Above 5 Years		Total Amount
		No. of Instalments	Amount	No. of Instalments	Amount	No. of Instalments	Amount	No. of Instalments	Amount	No. of Instalments	Amount	
Monthly repayment schedule												
From NBFCs:												
0-6 Years.	11.85%-15.90%	396	17,868.22	224	11,665.76	11	570.00	-	-	2	1,000.00	31,103.98
From Banks												
0-5 Years.	9.10%-13.75%	403	21,406.76	286	14,889.61	54	1,984.92	2	83.33	-	-	38,364.62
0-7 Years.	8.75%	12	12.54	12	13.67	12	14.93	12	16.29	25	44.49	101.92
Bullet repayment schedule												
From Debentureholders:												
1-3 Yrs.	12.00% - 15.00%	12	3,800.00	3	2,800.00	-	-	-	-	-	-	6,600.00
From Holding:												
1-3 Yrs.	13.75%-14.05%	2	1,000.00	2	1,900.00	-	-	-	-	-	-	2,900.00
Grand Total		825	44,087.52	527	31,269.04	77	2,569.85	14	99.62	27	1,044.49	79,070.52

6	Provisions	Non Current		Current	
		As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
	A. Provision for employee benefits				
	Provision for gratuity (Refer note 25)	55.38	77.74	11.87	1.06
	Provision for leave encashment	205.15	117.59	16.03	12.05
	Provision for Bonus	-	-	23.51	16.69
	B. Provision for portfolio loans (refer note 26)				
	Provision on standard Assets	-	-	5.74	51.15
	Provision on non performing assets	899.95	806.41	-	-
	Total	1,160.48	1,001.74	57.15	80.95

7	Trade payables	As at March 31, 2024	As at March 31, 2023
		Trade payables	
	- Total outstanding dues of micro enterprises and small enterprises	34.85	25.91
	- Total outstanding dues of creditors other than micro enterprises and small enterprises	25.27	23.96
	Total	60.12	49.87

There are no amounts that need to be disclosed in accordance with the Micro, Small and Medium Enterprises Development Act, 2006 (the 'MSMED') pertaining to small or medium enterprises except the below mentioned. As at March 31, 2024, only 11 creditors has registration with appropriate authority under MSMED.

Details of dues to micro and small enterprises as defined under the MSMED Act, 2006	As at March 31, 2024	As at March 31, 2023
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year	34.85	25.91
Principal amount due to micro and small enterprises	34.85	25.91
Interest due on above	-	-
The amount of interest paid by the buyer in terms of section 16 of MSMED Act 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	-	-
The amount of 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 the MSMED Act 2006	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
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 the MSMED Act 2006	-	-

Particulars	Outstanding for following periods from due date of payments					As at 31st March, 2024
	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	34.85	-	-	-	34.85
(ii) Others	-	25.27	-	-	-	25.27
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iii) Disputed dues - Others	-	-	-	-	-	-

Particulars	Outstanding for following periods from due date of payments					As at 31st March, 2023
	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	25.91	-	-	-	25.91
(ii) Others	-	23.96	-	-	-	23.96
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iii) Disputed dues - Others	-	-	-	-	-	-

- Dues to Micro, Small and Medium Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management.
- Micro, small and medium enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 have been determined based on the information available with the 'Company.

8	Other current liabilities	As at March 31, 2024	As at March 31, 2023
		Interest accrued but not due on borrowings	655.07
Payable towards Direct Assignment transactions	1,226.74	1,566.41	
Employee benefits payable	326.82	362.79	
Statutory dues payable	303.97	241.28	
Payable to related parties (Refer Note 24)	74.32	100.98	
Insurance Premium Payable	330.67	486.29	
Other Payables	986.70	1,026.36	
Unspend CSR Payable (Refer Note 36)	10.76	-	
	Total	3,915.05	4,827.37

SAVE MICROFINANCE PRIVATE LIMITED

CIN : U65929DL2016PTC304877

Notes to the Financial Statements as at and for the year ended March 31, 2024

(All amount are in Lakhs, unless otherwise stated)

9.A PROPERTY, PLANT AND EQUIPMENT - TANGIBLE ASSETS

Particulars	Furniture & Fixtures	Computers	Electric Equipment	Office Equipment	Vehicles	Total
Gross Block						
At March 31, 2022	136.76	143.67	44.45	40.79	-	365.67
Additions	59.55	84.13	28.31	8.92	129.51	310.42
Disposal	-	1.16	-	0.11	-	1.27
At March 31, 2023	196.31	226.64	72.76	49.60	129.51	674.82
Additions	6.92	17.57	2.08	18.44	48.81	93.82
Disposal	-	1.19	-	-	-	1.19
At March 31, 2024	203.23	243.02	74.84	68.04	178.32	767.45
Accumulated Depreciation						
At March 31, 2022	34.52	66.89	10.11	26.77	-	138.29
Charge For the Year	34.52	73.19	13.33	7.31	18.44	146.79
Disposal	-	0.41	-	0.08	-	0.49
At March 31, 2023	69.04	139.67	23.44	34.00	18.44	284.59
Charge for the year	14.00	36.86	5.32	5.55	14.40	76.13
Disposal	-	0.93	-	-	-	0.93
At March 31, 2024	83.04	175.60	28.76	39.55	32.84	359.79
Net Block						
At March 31, 2022	102.24	76.78	34.34	14.02	-	227.38
At March 31, 2023	127.27	86.97	49.32	15.60	111.07	390.23
At March 31, 2024	120.19	67.42	46.08	28.49	145.48	407.66

9.B INTANGIBLE ASSETS

Particulars	Software
Gross block	
At March 31, 2022	18.15
Additions	9.47
At March 31, 2023	27.62
Additions	81.01
At March 31, 2024	108.63
Accumulated Amortization	
At March 31, 2022	11.82
Charge for the year	4.27
At March 31, 2023	16.09
Charge for the year	7.53
At March 31, 2024	23.62
Net Block	
At March 31, 2022	6.33
At March 31, 2023	11.53
At March 31, 2024	85.01

9.C ASSET UNDER DEVELOPMENT

Particulars	Software - (CWIP)	Furniture &
At 31st March 2022	6.54	-
Additions	26.31	2.08
Capitalised during the year	-	-
At 31st March 2023	32.85	2.08
Additions	49.82	-
Capitalised during the year	81.01	2.08
At 31st March 2024	1.66	-

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Project in Progress	1.66	-	-	-	1.66
(ii) Project temporarily suspended	-	-	-	-	-

10	Deferred tax assets (net)	As at March 31, 2024	As at March 31, 2023
	Deferred tax assets		
	Impact of difference between tax depreciation and depreciation/amortization charged for the financial reporting	11.34	20.69
	Impact of provision on portfolio	203.18	215.83
	Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis	78.52	56.66
	Deferred tax liabilities		
	Impact of difference between processing charges paid on borrowings and amortized for the financial reporting	-	(288.13)
	Total	293.04	5.05

11	Loans and advances (Unsecured, considered good unless stated otherwise)	Non Current		Current	
		As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
A	Portfolio loans				
	Considered good *	17,091.78	34,203.06	45800.65	49,962.37
	Considered doubtful	48.01	158.11	1294.65	694.52
	Total (A)	17,139.79	34,361.17	47,095.30	50,656.89
B	Others				
	Loan and advance to related parties	-	-	1433.97	1,842.06
	Prepaid expenses	-	-	54.71	50.23
	Advance income tax (Net of Provision for taxes)	-	-	314.11	118.69
	Advance to staff	-	-	18.93	12.39
	Other Advances **	-	-	295.53	120.97
	Other receivables ***	-	-	1806.34	70.71
	Total (B)	-	-	3,923.59	2,215.05
	Total	17,139.79	34,361.17	51,018.89	52,871.94

*Excluding loan accounts worth of Rs. 579.66 Lakhs (March 31, 2023: Rs. 235.80 Lakhs) being death cases and the same has been reclassified from Gross Loan Portfolio to Insurances claim receivables under other current assets and no loans or advances in the nature of loans are granted 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.

** Represents TDS Recoverable from lenders and advance paid to the SBI and vendors .

*** Includes amount receivable against collection made for co-lending portfolio by servicing partner and EIS Receivable on Securitization Transactions.

12	Other assets (Unsecured, considered good unless stated otherwise)	Non Current		Current	
		As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
	Deposit with maturity for more than 12 months (refer note 14)	2,403.72	4,508.42	-	-
	Security deposits	25.74	23.13	-	-
	Interest accrued on deposits with banks/NBFCs and not due	-	-	85.47	53.14
	Input GST	-	-	418.85	131.98
	Interest accrued on loan portfolio	-	-	1,064.55	1,279.28
	Unamortized expense on the loan taken	181.09	427.79	615.24	717.05
	Interest accrued on loan to related parties	-	-	214.89	53.26
	Receivable from related parties	-	-	407.91	293.71
	Insurance claim receivable	-	-	579.66	235.80
	Total	2,610.55	4,959.34	3,386.57	2,764.22

13	Trade receivables (Unsecured, considered good unless stated otherwise)	As at March 31, 2024	As at March 31, 2023
		Trade Receivables considered good - Secured	-
	Trade Receivables considered good - Unsecured	775.96	184.04
	Trade Receivables - Doubtful	-	-
	Total	775.96	184.04

Trade receivable ageing schedule as at March 31, 2024

Particulars	Outstanding for following periods from due date of payments						As at March 31, 2024
	Unbilled	Less than 6 months	6 months to 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade Receivables – considered good	-	767.00	8.96	-	-	-	775.96
(ii) Undisputed Trade Receivables - considered doubtful	-	-	-	-	-	-	-
(iii) Disputed Trade Receivables – considered good	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	-	-	-

Trade receivable ageing schedule as at March 31, 2023

Particulars	Outstanding for following periods from due date of payments						As at March 31, 2023
	Unbilled	Less than 6 months	6 months to 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade Receivables – considered good	-	184.04	-	-	-	-	184.04
(ii) Undisputed Trade Receivables - considered doubtful	-	-	-	-	-	-	-
(iii) Disputed Trade Receivables – considered good	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	-	-	-

14	Investment	As at March 31, 2024	As at March 31, 2023
		Investment in debt oriented mutual fund	-
	Total	-	700.00

SAVE MICROFINANCE PRIVATE LIMITED
CIN : U65929DL2016PTC304877
Notes to Financial Statements as at and for the year ended March 31, 2024
(All amount are in Lakhs, unless otherwise stated)

15	Cash and cash equivalents	Non Current		Current	
		As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
	Balances with banks				
	- On current accounts	-	-	4041.03	3,450.84
	- Deposit with original maturity of less than three months	-	-	-	1,606.84
	Cash in hand	-	-	23.63	23.64
	Other bank balances				
	- 'Deposit with original maturity for more than 3 months to 12 months*	-	-	2419.99	527.44
	- 'Deposit with original maturity for more than 12 months (*)	2,403.72	4,508.42	-	-
		2,403.72	4,508.42	6,484.65	5,608.76
	Less: Amount disclosed under non-current assets	(2,403.72)	(4,508.42)	-	-
	Total	-	-	6,484.65	5,608.76

* Deposits of Rs 4,796.78 Lakhs (March 31, 2023: Rs 4,873.21 Lakhs) marked as lien towards term loans availed from NBFCs and cash collateral placed in connection with Securitization

16	Revenue from operations	Year Ended March 31, 2024	Year Ended March 31, 2023
	Interest income on portfolio loans	15,573.74	14,214.60
	Service fee income from co-lending	2,217.85	184.98
	Service fee income from direct assignment	5.00	16.50
	Excess interest spread on direct assignment*	1,813.67	1,442.30
		19,610.26	15,858.38
	Other operating revenue:		
	Processing fee on portfolio loans	673.56	1,086.92
	Interest income on fixed deposits with banks**	438.81	163.78
	Total	20,722.63	17,109.08

*Relates to Direct Assignments / Securitizations transactions.

** Represents interest on margin money deposits/ cash collateral marked as lien towards term loans availed from NBFCs.

17	Other income	Year Ended March 31, 2024	Year Ended March 31, 2023
	Gain on sale of Mutual funds (net)	28.89	16.07
	Liabilities no longer required	96.25	4.34
	Miscellaneous income	25.10	20.54
	Total	150.24	40.95

18	Employee benefit expenses	Year Ended March 31, 2024	Year Ended March 31, 2023
	Salaries and bonus	4,025.97	3,260.50
	Contributions to provident and other funds	344.27	292.97
	Gratuity expenses (Refer note- 25)	(9.44)	44.16
	Leave Encashment	134.61	94.44
	Incentives	219.28	222.35
	Total	4,714.69	3,914.42

19	Finance costs	Year Ended March 31, 2024	Year Ended March 31, 2023
	Interest expense		
	On term loans from holding company	390.67	1,009.43
	On term loans from non-banking finance companies	3,367.07	2,941.65
	On term loans from banking companies	3,749.89	2,552.91
	On non-convertible Debenture	871.84	654.47
	Processing fee on Loan	335.95	187.38
	Other finance cost *	567.46	350.42
	Total	9,282.88	7,696.26

* Represent arranger fee, legal & professional fee, guarantee fee and stamp duty paid on account of borrowing made during the year.

20	Depreciation and amortisation expense	Year Ended March 31, 2024	Year Ended March 31, 2023
	Depreciation of tangible assets	76.13	146.79
	Amortisation on intangible assets	7.53	4.27
	Total	83.66	151.06

During the financial year ended March 31st 2024, the management has performed an operational review of its PPE which resulted in changes in the method of depreciation of PPE from WDV to SLM basis. The effect of change on actual & expected depreciation expense, in current and future years are as follow:

Particulars	2023-24	2024-25	2025-26	2026-27	2027-28	2028-29
Net Impact on depreciation on tangible assets	(75.62)	(27.98)	0.21	2.75	14.56	20.77
Net Impact on amortisation on intangible assets	(8.56)	(12.94)	1.63	3.21	7.03	9.00

21	Other expenses	Year Ended March 31, 2024	Year Ended March 31, 2023
	Rent	529.50	497.12
	Rates and taxes	17.49	128.87
	Repair and Maintenance - others	33.35	27.70
	Travelling and conveyance	612.71	497.92
	Postage, Courier & Communication expenses	99.14	85.00
	Printing and stationery	43.26	81.92
	Legal and professional fees	295.57	209.78
	Service and collection expenses	2,575.08	673.49
	Payment to auditors (Refer note 21A)	20.25	20.60
	IT support charges	2.10	1.79
	Bank Charges	0.95	1.10
	Insurance charges	74.86	68.04
	Electricity & water expenses	62.03	50.62
	Fees & Subscriptions	149.86	77.10
	Business development expenses	112.40	88.99
	Office expenses	144.19	116.43
	Staff welfare expenses	45.08	58.67
	Cash embezzlement	21.17	9.59
	CSR Expenses	18.76	-
	Director sitting fee	8.94	1.09
	Loss on sale of fixed assets	0.21	0.22
	Miscellaneous expenses	14.37	8.57
	Total	4,881.27	2,704.61

21.A	Payment to auditors	Year Ended March 31, 2024	Year Ended March 31, 2023
	As Auditor:		
	Audit fee	18.00	18.50
	Tax Audit	0.75	0.60
	Certification Fee	1.50	1.50
	Total	20.25	20.60

22	Provision and write offs	Year Ended March 31, 2024	Year Ended March 31, 2023
	Provision for standard assets	(45.41)	51.15
	Provision for non-performing assets	93.55	331.25
	Provision and write off	409.85	5.29
	Total	457.99	387.69

23	Earnings per share (EPS)	As at March 31, 2024	As at March 31, 2023
	Net Profit for calculation of basic EPS (Rs.)	1,217.59	1,713.80
	Add : Interest on convertible loan from holding company (net of tax)	390.67	755.37
	Net Profit for calculation of diluted EPS (Rs.)	1,608.26	2,469.17
	Weighted average number of equity shares for basic EPS	137,272,725	119,546,699
	Weighted average no. of equity shares expected to be issued on conversion of loan from holding company	-	-
	Weighted average number of equity shares in calculating diluted EPS	137,272,725	119,546,699
	Earning per share:		
	Basic and diluted EPS *	0.89	1.43

SAVE MICROFINANCE PRIVATE LIMITED

CIN : U65929DL2016PTC304877

Notes to financial statements as at and for the period ended March 31, 2024

(All amount are in Lakhs, unless otherwise stated)

24 **Related Party Disclosure:**

A) **Names of the Related Parties with whom transactions have taken place during the year or where significant control exists:**

i) **Individual owning interest in the voting power of the holding Company that give him control or significant influence**

Mr. Ajeet Kumar Singh
Mr. Ajay Kumar Sinha
Mr. Pankaj Kumar

ii) **Holding Company**

Save Solutions Private Limited

iii) **Key Management Personnel**

Ajay Kumar Sinha - Director
Pankaj Kumar - Director
Ajeet Kumar Singh - Director
Krishna Kumar Tiwary - Independent Director
Radhey Shyam Garg - Independent Director
Pintu Kumar Singh - Chief Financial Officer (w.e.f July 19, 2023)
Manisha Gulyani - Company Secretary (Till September 06, 2023)
Vijay Kumar Dwivedi - Company Secretary (w.e.f October 12, 2023)

iv) **Enterprise over which major shareholder of the holding Company and their relatives are able to exercise significant influence**

Save Financial Services Private Limited
Save Housing Finance Limited (New Habitat Housing Finance and Development Limited)
SaGgraha Management Services Private Limited

B) **Transactions with Related Parties and balances thereof:**

As at 31st March 2024 (Amount in Rs. Lakh)

Item	Related Party	Parent (as per ownership or control)	Subsidiaries	Associates/Joint Venture/Enterprise over which major shareholder of the holding Company and their relatives are able to exercise significant influence	Key Management Personnel	Relatives of Key Management Personnel	Others
1) Borrowings		1,900.00	-	-	-	-	-
2) Deposits		-	-	-	-	-	-
3) Placement of deposits		-	-	-	-	-	-
4) Advances							
Interest bearing unsecured (provided)		2,275.00	-	800.00	-	-	-
Interest bearing unsecured (repayment received)		2,775.00	-	600.00	-	-	-
5) Investments							
Share capital including share premium (Received)		-	-	-	-	-	-
6) Purchase of Fixed Assets / Other Assets		-	-	-	-	-	-
7) Others							
a) Interest expenses		390.67	-	-	-	-	-
b) Interest income		232.43	-	76.37	-	-	-
c) Reimbursements		93.86	-	-	-	-	-
d) Management - cost allocation*		426.78	-	8.91	-	-	-
e) Rent and maintenance charges		261.01	-	-	-	-	-
f) Corporate guarantee received (to the extent of outstanding borrowings from lenders at the year end)		-	-	-	-	-	-
g) Reimbursement for fixed assets		-	-	-	-	-	-
h) Reimbursement of branch rental and maintenance expenses incurred by the Company		-	-	1.38	-	-	-
i) Service Fee (Income)		-	-	-	-	-	-
j) Service Fee (Expense)		63.83	-	2,363.21	-	-	-
k) Salary							
i) Mr. Pintu Kumar Singh		-	-	-	18.57	-	-
ii) Mrs. Manisha Gulyani		-	-	-	2.77	-	-
iii) Mr. Vijay Kumar Dwivedi		-	-	-	6.25	-	-
l) Director sitting fee							
i) Mr. Krishna Kumar Tiwary		-	-	-	3.50	-	-
ii) Mr. Radhey Shyam Garg		-	-	-	4.70	-	-
m) Balance payable / receivable							
iii) Save Solutions Private Limited (Payable)		-	-	-	-	-	-
iv) SaGgraha Management Services Private Limited (Receivable)		-	-	-	407.91	-	-
v) Save Housing Finance Limited (Payable)		-	-	-	-	-	-
vi) Save Financial Services Private Limited (Payable)		-	-	-	74.32	-	-
Total		8,418.59	-	3,849.87	518.01	-	-

SAVE MICROFINANCE PRIVATE LIMITED

CIN : U65929DL2016PTC304877

Notes to financial statements as at and for the period ended March 31, 2024

(All amount are in Lakhs, unless otherwise stated)

C) Transactions with Related Parties and balances thereof:

As at 31st March 2023 (Amount in Rs. Lakh)

Item	Related Party	Parent (as per ownership or control)	Subsidiaries	Associates/Joint Venture/Enterprise over which major shareholder of the holding Company and their relatives are able to exercise significant influence	Key Management Personnel	Relatives of Key Management Personnel	Others
1) Borrowings		2,900.00	-	-	-	-	-
2) Deposits		-	-	-	-	-	-
3) Placement of deposits		-	-	-	-	-	-
4) Advances							
Interest bearing unsecured (provided)		2,700.00	-	300.00	-	-	-
Interest bearing unsecured (repayment received)		1,266.03	-	-	-	-	-
5) Investments							
Share capital including share premium (Received)		3,700.00	-	-	-	-	-
6) Purchase of Fixed Assets / Other Assets		-	-	-	-	-	-
7) Others							
a) Interest expenses		1,009.43	-	-	-	-	-
b) Interest income		93.03	-	0.37	-	-	-
c) Reimbursements		144.84	-	0.45	-	-	-
d) Management - cost allocation		359.53	-	4.23	-	-	-
e) Rent and maintenance charges		289.92	-	-	-	-	-
f) Corporate guarantee received (to the extent of outstanding borrowings from lenders at the year end)		-	-	-	-	-	-
g) Reimbursement for fixed assets		-	-	-	-	-	-
h) Reimbursement of branch rental and maintenance expenses incurred by the Company		-	-	3.81	-	-	-
i) Service Fee (Income)		-	-	-	-	-	-
j) Service Fee (Expense)		70.10	-	528.55	-	-	-
k) Salary							
i) Mrs. Manisha Gulyani		-	-	-	5.01	-	-
l) Director sitting fee							
i) Mr. Krishna Kumar Tiwary		-	-	-	0.50	-	-
ii) Mr. Radhey Shyam Garg		-	-	-	0.50	-	-
m) Balance payable / receivable							
i) Mrs. Manisha Gulyani		-	-	-	-	-	-
ii) Save Solutions Private Limited (Payable)		96.44	-	-	-	-	-
iii) Saggraha Management Services Private Limited (Receivable)		-	-	291.26	-	-	-
iv) Save Housing Finance Limited (Payable)		-	-	-	-	-	-
v) Save Financial Services Private Limited (Receivable)		-	-	0.45	-	-	-
Total		12,629.33	-	1,129.13	6.01	-	-

SAVE MICROFINANCE PRIVATE LIMITED

CIN : U65929DL2016PTC304877

Notes to the financial statements as at and for the year ended March 31, 2024

(All amount are in Lakhs, unless otherwise stated)

25. Gratuity

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service is eligible for gratuity on departure and it is computed at 15 days salary (last drawn salary) for each completed year of service. The gratuity plan is unfunded.

The following tables summarize the components of net benefit expense recognised in the statement of profit and loss and amounts recognised in the balance sheet for the gratuity plans.

Particulars	As at March 31, 2024	As at March 31, 2023
Assumptions:		
Discount Rate	7.04%	7.33%
Salary Escalation	8.31%	7.00%
Expected Rate of Return on Assets	0.00%	0.00%
Expected Average Remaining Working Life of Employees (Years)	30.05	31.01
Table Showing changes in present value of Defined Benefit obligation:		
Present value of defined benefit obligations as at beginning of the year	78.81	34.64
Interest cost	5.78	2.59
Current service cost	27.11	49.58
Past service cost – (vested benefits)	-	-
Benefits paid	(2.11)	-
Actuarial (Gain) / loss on obligations	(42.33)	(8.00)
Present value of defined benefit obligations as at end of the year	67.26	78.81
The amounts to be recognised in the Balance Sheet:		
Present value of obligations at the end of the year	67.26	78.81
Fair value of plan assets at the end of the year	-	-
Net liability recognised in balance sheet	67.26	78.81
Expenses Recognised in statement of Profit and Loss:		
Current Service Cost	27.11	49.58
Interest Cost	5.78	2.59
Net Actuarial loss (gain) recognised in the year	(42.33)	(8.00)
Expenses recognised in statement of profit and loss	(9.44)	44.16
Actual return on plan assets	-	-

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

Table for 5 years actuarial valuation disclosures for Gratuity (*)	As at March 31, 2024	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021	As at March 31, 2020
Defined benefit obligation	67.26	78.81	34.64	13.11	6.10
Plan assets	-	-	-	-	-
Deficit	67.26	78.81	34.64	13.11	6.10
Net actuarial loss / (gain) recognized	(42.33)	(8.00)	1.58	(2.17)	0.25

SAVE MICROFINANCE PRIVATE LIMITED

CIN : U65929DL2016PTC304877

Notes to the Financial Statements as at and for the year ended March 31, 2024

(All amount are in Lakhs, unless otherwise stated)

26. Loan portfolio and provision for standard and non-performing assets as at March 31, 2024:

Asset classification	Portfolio loans outstanding (Gross)		Provision for standard and non-performing assets				Portfolio loans outstanding (Net)	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2023	Provision made during the year	Provision written back / utilised	As at March 31, 2024	As at March 31, 2024	As at March 31, 2023
Standard assets	64,326.40	86,007.48	51.15	-	-45.41	5.74	64,320.67	85,956.33
Non-Performing assets	1,342.67	852.64	806.40	503.40	-409.85	899.95	442.71	46.24
Total	65,669.07	86,860.12	857.55	503.40	-455.26	905.69	64,763.38	86,002.57

Loan portfolio and provision for standard and non-performing assets as at March 31,2023:

Asset classification	Portfolio loans outstanding (Gross)		Provision for standard and non-performing assets				Portfolio loans outstanding (Net)	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2022	Provision made during the year	Provision written back / utilised	As at March 31, 2023	As at March 31, 2023	As at March 31, 2022
Standard assets	86,007.48	46,677.11	-	51.15	-	51.15	85,956.33	46,677.11
Non-Performing assets	852.64	597.72	475.15	331.25	-	806.40	46.24	122.57
Total	86,860.12	47,274.83	475.15	382.40	-	857.55	86,002.57	46,799.68

27	Contingent Liabilities and Capital Commitments	As at March 31, 2024	As at March 31, 2023
	Contingent Liabilities		
	The company does not have claims against the company not acknowledged as debt, guarantees or other money for which the company is contingently liable.	-	-
	Capital Commitments		
	Estimated amount of contracts remaining to be executed on capital account and not provided for (net off advances & or taxes)	4.67	15.29
	Other Commitments	-	-

28 **Details of Direct Assignment (DA)/Securitization executed with Bank/NBFCs:**

The Company has entered into DAs/ Securitization with Banks/NBFCs under the following terms:

- i. Amounts received from the Bank / NBFCs are disbursed as loan to joint-liability groups organized / monitored by the Company and such joint-liability groups are considered as NBFCs borrowers.
- ii. The Company provides services in connection with recovery and monitoring of such loans.
- iii. The Company has provided collaterals in the form of fixed deposits which would be adjusted by NBFCs, to the extent of default made by borrowers.

Particulars	As at March 31, 2024	As at March 31, 2023
Total book value of the loan disbursed through managed portfolio during the year	11,065.80	24,251.16
Outstanding Balance of Loan Disbursed through managed portfolio as at year end	8,501.77	16,066.16
Amount disbursed on behalf of business correspondence partners and shown as receivable as on reporting date	-	-
Service fee income recognized during the year	5.00	16.50

29 **Segmental Information**

Business segment

The Company operates in a single reportable segment i.e. micro financing activities, which have similar risk and return. Accordingly, there is no reportable segment to be disclosed as required by Accounting Standard (AS) – 17 "Segment Reporting".

Geographical Segment

The Company is engaged in business within India. The conditions prevailing in India being uniform, no separate geographical disclosure is considered necessary.

30 **Operating leases**

Certain office premises are obtained on operating lease. The lease term is for 1-3 years and renewable for further period either mutually or at option of Company. There is no restriction imposed by lease agreement. There are no sub leases and the leases are cancellable.

Particulars	As at March 31, 2024	As at March 31, 2023
Operating lease expenses recognized in the statement of profit and loss	529.50	497.12

Future minimum lease payments under non cancellable operating leases to be paid during following periods	As at March 31, 2024	As at March 31, 2023
1. Not later than one year	-	-
2. Later than one year and not later than 5 years	-	-
3. Later than five years	-	-

31 The company has not carried out any transaction(s), either during current period or during past period, with companies struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956.

32 The Company has complied with the number of layers prescribed under section 2(87) of Companies Act 2013 read with Companies (Restriction on number of layers) Rules 2017.

33 No Scheme of Arrangements was approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

34 **Undisclosed income**

There are no reportable transaction which are not recorded in the books of accounts that has been surrendered or not disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

35 **Utilization of Borrowed funds and share premium**

A) The Company has not provided advance or loan or investment (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall (i) 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 (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;

B) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall (i) 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 (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

36 Corporate Social Responsibility (CSR)

Corporate Social Responsibility under section 135 of the Companies Act, 2013 are applicable to the Company for the financial year 2023-24.

Particulars		As at March 31, 2024	As at March 31, 2023
a)	Amount required to be spent during the year	18.76	-
b)	Amount of expenditure incurred	8.00	-
c)	Shortfall/(excess) at the end of the year	10.76	-
d)	Total of previous years shortfall	NIL	NIL
e)	Reason for shortfall	To be transferred to a Fund as specified under schedule VII of the Companies Act, 2013	NA
f)	Nature of CSR activities	Livelihood and Environment	NA
g)	Details of related party transactions, e.g. contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard	NA	NA
h)	Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision	NA	NA

37 Details of Crypto Currency or Virtual Currency

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

38 Additional disclosures as required by the Reserve Bank of India: -

A.1.1 Capital to Risk Assets Ratio (CRAR):		As at March 31, 2024	As at March 31, 2023
(i)	CRAR (%)	21.41%	15.79%
(ii)	CRAR - Tier I Capital (%)	21.41%	15.79%
(iii)	CRAR - Tier II Capital (%)	0.00%	0.00%
(iv)	Amount of subordinated debt raised as Tier – II Capital	1,000.00	1,000.00
(v)	Amount raised by issue of Perpetual Debt Instruments	-	-

A.1.2 Investments:

Particulars		As at March 31, 2024	As at March 31, 2023
1)	Value of Investments (Debt oriented)		
(i)	Gross Value of Investments		
	(a) In India	-	700.00
	(b) Outside India	-	-
(ii)	Provisions For Depreciation		
	(a) In India	-	-
	(b) Outside India	-	-
(iii)	Net Value of Investment		
	(a) In India	-	700.00
	(b) Outside India	-	-
2)	Movement of Provisions held		
(i)	Opening Balance	-	-
(ii)	Add: Provisions made during the year	-	-
(iii)	Less: Write-off/ write-back of excess provisions during the year	-	-
(iv)	Closing Balance	-	-

A.1.3 Derivatives :

A.1.3.1 The Company has not entered into any derivative Forward Rate Agreement / Interest Rate Swap during the financial year 2023-24.

A.1.3.2 Unhedged foreign currency exposure

Particulars	As at March 31, 2024	As at March 31, 2023
Unhedged foreign currency exposure	Nil	Nil

A.1.3.3 Disclosure for Credit Default Swaps - Nil (March 31, 2023 - Nil)

A.1.4 Details of loans transferred / acquired during the year ended March 31, 2024 under the RBI Master Direction

A.1.4.1 Disclosures relating to Direct Assignment :-

Particulars	As at March 31, 2024	As at March 31, 2023
i) Total number of loans assets assigned during the year	2	5
ii) Book value of loans assets assigned during the year	5,555.55	17,569
iii) Sale consideration received during the year	5,000.00	15,371
iv) Excess Interest spread recognised on loans assigned during the year		
v) Weighted average maturity of loans assets assigned (in months)	14.87	15
vi) Weighted average holding period of loans assets assigned (in Months)	7.90	8
vii) Retention of beneficial economic interest on loans assets assigned (in%)	10.00%	10%-15%
viii) Coverage of tangible security coverage	-	-
ix) Rating-wise distribution of rated loans	-	-
x) Agreed to replace loans transferred to transferee(s) or pay damages arising out of any representation or warranty	-	-

SAVE MICROFINANCE PRIVATE LIMITED

CIN : U65929DL2016PTC304877

Notes to Financial Statements as at and for the year ended March 31, 2024

(All amount are in Lakhs, unless otherwise stated)

A.1.4.2 Disclosures relating to securitisation:-

The Company has entered into various agreements for the securitisation of loans with assignees, wherein it has securitised a part of its loans portfolio amounting to ₹ 55.10 Crores during the year ended March 31, 2024 (March 31, 2023 ₹ 107.50 Crores), being the principal value outstanding as on the date of the deals that are outstanding is ₹ 49.55 crores. The Company is responsible for collection and getting servicing of this loan portfolio on behalf of investors/buyers. In terms of the said securitisation agreements, the Company pays to investor/buyers on agreed date basis the prorate collection amount as per individual agreement terms.

Particulars	As at	
	March 31, 2024	March 31, 2023
1. No of SPEs sponsored by the NBFC for securitisation transaction	6	6
2. Total amount of securitised assets as per books of the SPEs sponsored by the NBFC	10,703.65	10,749.82
3. Total amount of exposures retained by the NBFC to comply with MRR as on the date of balance sheet		
a) Off Balance sheet exposures		
* First loss	-	-
* Others	-	-
b) On Balance sheet exposures		
* First loss	1,251.21	1,094.44
* Others	-	-
4. Amount of exposures to securitisation transactions other than MRR		
a) Off Balance sheet exposures		
i) Exposure to own securitizations		
* First loss	-	-
* Others	-	-
ii) Exposure to third party securitizations		
* First loss	-	-
* Others	-	-
b) On Balance sheet exposures		
i) Exposure to own securitizations		
* First loss (Fixed deposit with bank placed under lien)	559.75	759.31
* Others	-	-
ii) Exposure to third party securitizations		
* First loss	-	-
* Others	-	-
5. Sale consideration received for the securitised assets and gain/loss on sale on account of securitisation		
(a) Sales Consideration	9,452.44	9,655.37
(b) Gain/Loss on sale of Account of Securitisation	-	-
6. Form and quantum (outstanding value) of services provided by way of, liquidity support, post-securitisation asset servicing, etc.	-	-
7. Performance of facility provided. Please provide separately for each facility viz. Credit enhancement, liquidity support, servicing agent etc. Mention Credit Enhancement Facility (100%)		
(a) Amount paid	-	-
(b) Repayment received	-	-
(c) Outstanding amount	-	-
8. Average default rate of portfolios observed in the past. Please provide breakup separately for each asset class i.e. RMBS, Vehicle Loans etc. (1)	-	-
9. Amount and number of additional/top up loan given on same underlying asset lease provide breakup separately for each asset class i.e. RMBS, Vehicle Loans etc.	-	-
10. Investor complaints (a) Directly/Indirectly received and; (b) Complaints outstanding	-	-

In addition to exposures mentioned above, on balance sheet exposure also includes over collateralization of ₹ 3.98 Crore (March 31, 2023: 13.27 Crore)

(i) Detail of assignment transactions undertaken:-

This disclosure w.r.t. assignment transaction is given as per note -28

(ii) Details of financial asset sold to Securitization/Reconstruction Company for asset reconstruction:-

The Company has not sold financial assets to Securitization/Reconstruction Companies for asset reconstruction in the current and previous year.

(iii) Detail of non-performing financial asset purchased/sold:-

The Company has not purchased/sold non-performing financial asset in the current and previous year.

A.1.5 Assets and Liabilities Management.

Maturity pattern of certain items of assets and liabilities as on March 31, 2024

Particulars	Deposits	Advances	Investments	Borrowings	Foreign Currency assets	Foreign Currency liabilities
1 Day to 7 Days	-	3,883.20	-	1,213.45	-	-
8 Days to 14 Days	-	1,660.89	-	554.33	-	-
14 Days to 30/31 Days	-	1,453.47	-	2,600.59	-	-
Over 1 Month to 2 Month	-	4,641.13	-	3,926.10	-	-
Over 2 Month to 3 Month	-	4,629.73	-	6,239.20	-	-
Over 3 Month to 6 Month	-	13,317.75	-	12,262.01	-	-
Over 6 Month to 1 Year	-	18,943.11	-	14,578.61	-	-
Over 1 Year to 3 Years	-	17,139.79	-	16,621.89	-	-
Over 3 Years to 5 Years	-	-	-	1,057.62	-	-
Over 5 Years	-	-	-	8.61	-	-
Total	-	65,669.07	-	59,062.40	-	-

Maturity pattern of certain items of assets and liabilities as on March 31, 2023

Particulars	Deposits	Advances	Investments	Borrowings	Foreign Currency assets	Foreign Currency liabilities
1 Day to 7 Days	-	3,083.61	-	1,288.58	-	-
8 Days to 14 Days	-	1,240.98	700.00	388.31	-	-
14 Days to 30/31 Days	-	46.01	-	2,126.51	-	-
Over 1 Month to 2 Month	-	4,264.25	-	3,676.54	-	-
Over 2 Month to 3 Month	-	4,267.19	-	3,547.35	-	-
Over 3 Month to 6 Month	-	12,788.42	-	11,879.39	-	-
Over 6 Month to 1 Year	-	24,966.42	-	21,180.84	-	-
Over 1 Year to 3 Years	-	34,361.17	-	33,838.89	-	-
Over 3 Years to 5 Years	-	-	-	99.62	-	-
Over 5 Years	-	-	-	1,044.49	-	-
Total	-	85,018.06	700.00	79,070.52	-	-

A.1.6 Disclosure required in terms of RBI disclosures in financial statements-notes to accounts of NBFC vide circular RBI/DoR/2023-24/106 DOR. DoR.FIN.REC.No.45/03.10.119/2023-24 updated as on March 21, 2024 under scale based regulations for NBFCs.

A.1.6.1 Exposure to Real Estate Sector

(Amount in Lakhs)

Category	As at March 31, 2024	As at March 31, 2023
a) Direct Exposure		
(i) Residential Mortgages - Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented;	-	-
(ii) Commercial Real Estate - Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi - tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits;	-	-
(iii) Investments in Mortgage Backed Securities (MBS) and other securitized exposures -		
a. Residential	-	-
b. Commercial Real Estate	-	-
b) Indirect Exposure Fund based and non-fund based	-	-
Total Exposure to Real Estate Sector		

A.1.6.2 Exposure to Capital Market

Particulars		As at March 31, 2024	As at March 31, 2023
(i)	Direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	-	-
(ii)	Advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;	-	-
(iii)	Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	-	-
(iv)	Advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds does not fully cover the advances;	-	-
(v)	Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	-	-
(vi)	Loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	-	-
(vii)	Bridge loans to companies against expected equity flows / issues;	-	-
viii)	Underwriting commitments taken up by the NBFCs in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds	-	-
ix)	Financing to stockbrokers for margin trading	-	-
(x)	All exposures to Venture Capital Funds (both registered and unregistered)	-	-
(i)	Category I	-	-
(ii)	Category II	-	-
(iii)	Category III	-	-
Total Exposure to Capital Market		-	-

A.1.6.3 Sectoral Exposure

(Amount in ₹ Lakh)

Sectors	As at March 31, 2024			As at March 31, 2023		
	Total Exposure (includes on balance sheet & off - balance sheet exposure)	Gross NPAs	% of Gross NPAs to total exposure in that sector	Total Exposure (includes on balance sheet & off - balance sheet exposure)	Gross NPAs	% of Gross NPAs to total exposure in that sector
1. Agriculture and Allied Activities	-	-	-	-	-	-
2. Industry	-	-	-	-	-	-
Total of Industry	-	-	-	-	-	-
3. Services	-	-	-	-	-	-
Total of Services	-	-	-	-	-	-
4. Personal Loans	-	-	-	-	-	-
5. Others, if any (please specify)						
- Micro Finance Loans	72,521.91	1,639.63	2.26%	100,504.98	852.64	0.85%
a) On Balance Sheet	65,669.07	1,342.67	2.04%	86,860.12	852.64	0.98%
b) Off Balance Sheet	6,852.84	296.96	4.33%	13,644.86	-	0.00%

A.1.6.4 Intra-Group Exposure

(Amount in ₹ Lakh)

Particulars	As at 31.03.2024	As at 31.03.2023
Total amount of Intra-group exposures	1,433.97	1,842.06
Total amount of top 20 intra-group exposures	1,433.97	1,842.06
Percentage of intra-group exposures to total exposure of the NBFC on borrowers/customers	1.98%	1.83%

A.1.6.5 Details of financing of parent company products

The Company has not financed any product of the parent Company during the year.

A.1.6.6 Details of Single Borrower Limit (SGL) / Group Borrower Limit (GBL)

The Company has not exceeded the prudential exposure limit for single borrower or group borrower during the year.

A.1.6.7 Exposure to group companies engaged in real estate business

The Group Companies does not have exposure in real estate business during the year as well as at end of the financial year 2023-24.

A.1.6.8 Unsecured Advances

Unsecured advance amounting to Rs 65,669.07 Lakh is outstanding as at 31st March 2024.

A.2 Miscellaneous:

A.2.1 : Registration obtained from other financial sector regulators

The Company is registered with following other financial sector regulators:

- (a) Ministry of Corporate Affairs (MCA)
- (b) Reserve Bank of India (RBI)
- (c) Central KYC Records Registry (CKYCR)

A.2.2 : Disclosure of penalties imposed by RBI and other regulators

No penalty has been imposed on the Company by RBI or other regulators during the year ended 31st March 2024.

A.2.3 : Related Party Transactions

Loans to Directors, Senior Officers and Relatives of Directors

Sr. No.	Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
1	Directors and their relatives	-	-
2	Entities associated with directors and their relatives	-	-
3	Senior Officers and their relatives	-	-

Details of transactions with related parties are disclosed in note 24.

A.2.4 : Remuneration of Non Executive Directors

Company didn't pay any remuneration to non executive directors for the financial year ending March 31 2024.

A.2.5 : Rating assigned by Credit Rating Agencies and migration of rating during the year

S. No.	Facilities/Instrument	Credit Rating Agency	Current Rating	Previous Rating	Amount (Rs in Crore)
1	Bank Loan Facilities (Long Term)	Infomericus	BBB+/Stable	BBB+/Stable	850.00
2	Debentures	Care Edge	BBB/Stable	BBB/Stable	220.00

A.2.6 : Remuneration of Directors

Apart from Sitting Fee paid to independent director, company has not paid any remuneration to the directors during the financial year 2023-24. However, directors remuneration paid by parent company has been allocated under Management cost allocation as per Note 24.

A.2.7 : Net Profit or Loss for the period, prior period items and changes in accounting policies

During the year, no transaction was accounted for which was related to prior period.

A.2.8 : Revenue Recognition

During the year, no item of revenue recognition has been postponed.

A.2.9 : Consolidated Financial Statement (CFS)

As there is no subsidiary of the Company, hence preparation of Consolidated Financial Statement (CFS) is not applicable to the Company.

A.3 Additional Disclosures

A.3.1 : Provisions and Contingencies

(i) Break up of 'Provisions and Contingencies' shown under the head Expenditure in Profit and Loss Account

Particulars	As at March 31, 2024	As at March 31, 2023
1) Provision for income tax (Excluding taxes paid)	234.79	582.19
2) Provisions against Substandard Assets	-	-
3) Other provisions and Contingencies		
a) Provision for acquired properties	-	-
b) Gratuity	(9.44)	44.16
c) Leave Encashment	134.61	94.44
4) Provision for Standard Assets	(45.41)	51.15
5) Provision for Non- Performing Assets	93.55	331.25

(ii) Break up of Loans & advances and provision thereon :

Particulars	As at March 31, 2024	As at March 31, 2023
Standard Assets		
Total Outstanding amount	64,326.40	86,007.48
Provision Made	5.74	51.15
Non- Performing Assets		
Total Outstanding amount	1,342.67	852.64
Provision Made	899.95	806.40
Total Amount		
Total Outstanding amount	65,669.07	86,860.12
Provision Made (Including on Standard Loan)	905.69	857.55

A.3.2 : Draw down from Reserves

The Company has not drawn any amount from Statutory Reserve Fund maintained u/s 45-1C of the RBI Act during the current year as well as previous year.

A.3.3 : Concentration of Public Deposits, Advances, Exposures and NPAs

A.3.3.1. Concentration of public deposits

The Company is a non- deposit accepting NBFC-MFI company, hence there are no public deposits.

A.3.3.2. Concentration of loans and advances –

Particulars	As at March 31, 2024	As at March 31, 2023
Total Loans & Advances to twenty largest borrowers (Rs in Lakh)	1,446.57	1,852.86
% of Loans & Advances to twenty largest borrowers to Total Advances of the NBFC-MFI (%)	2.20%	2.13%

A.3.3.3. Concentration of all exposure (including off-balance sheet exposure) –

Particulars	As at March 31, 2024	As at March 31, 2023
Total Loans & Advances to twenty largest borrowers (Rs in Lakh)	1,446.57	1,852.86
% of Loans & Advances to twenty largest borrowers to Total Advances of the NBFC-MFI (%)	1.99%	1.84%

A.3.3.4. Concentration of NPAs

Particulars	As at March 31, 2024	As at March 31, 2023
Total Exposure to top ten NPA accounts (In Lakhs)	5.26	4.35

A.3.3.5. Sector-wise NPAs

Particulars	As at March 31, 2024	As at March 31, 2023
Sector		
1 Agriculture and allied activities	-	-
2 MSME	-	-
3 Corporate borrowers	-	-
4 Services	-	-
5 Unsecured personal loans	-	-
6 Auto loans	-	-
7 Other personal loans	-	-
8 Other loans	1,342.67	852.64

A.3.4 : Movement of NPAs

(i) Break up of 'Provisions and Contingencies' shown under the head Expenditure in Profit and Loss Account

Particulars	As at March 31, 2024	As at March 31, 2023
(I) Net NPAs to Net Advances (%)	0.68%	0.05%
(II) Movement of NPAs (Gross)		
a) Opening balance	852.64	597.72
b) Additions during the year	899.88	419.15
c) Reductions during the year	409.85	164.23
d) Closing balance	1342.67	852.63
(III) Movement of NPAs (Net)		
a) Opening balance	46.23	122.57
b) Additions during the year	396.48	87.89
c) Reductions during the year	-	164.23
d) Closing balance	442.71	46.23
(IV) Movement of provisions for NPAs (excluding provisions on standard assets)		
a) Opening balance	806.40	475.15
b) Additions during the year	503.40	331.25
c) Reductions during the year	409.85	-
d) Closing balance	899.95	806.40

A.3.5 : Overseas Assets

The Company does not have overseas assets during the current year as well as previous year.

A.4 Disclosure of customer complaints -

Particulars	As at March 31, 2024	As at March 31, 2023
a) No of complaints pending at the beginning of the year	-	-
b) No of complaints received during the year	356.00	484.00
c) No of complaints redressed during the year	321.00	484.00
d) No of complaints pending at the end of the year	35.00	-
Maintainable complaints received by the NBFC from Office of Ombudsman		
Number of complaints resolved in favor of the NBFC by Office of Ombudsman	-	-
Number of complaints resolved through conciliation / mediation / advisories issued by Office of Ombudsman	-	-
Number of complaints resolved after passing of Awards by Office of Ombudsman against the NBFC	-	-
Number of Awards unimplemented within the stipulated time (other than those appealed)	-	-

A.4.1 Top five grounds of complaints received by the Company from customers

As at 31st March 2024

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
1					
Ground-1 Disbursement Related	-	6	-68%	2	2
Ground-2 Insurance Settlement related	-	294	100%	25	3
Ground-3 Staff Related	-	45	-4%	7	3
Ground-4 Credit Bureau Related	-	1	-100%	1	-
Others	-	10	3%	-	-
Total	-	356		35	8

As at 31st March 2023

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
1	2	3	4	5	6
Ground-1 Credit Bureau Related	-	315	4400%	-	-
Ground-2 Staff Related	-	47	840%	-	-
Ground-3 Installment Related	-	68	209%	-	-
Ground-4 disbursement Related	-	19	-61%	-	-
Others	-	35	400%	-	-
Total	-	484		-	-

39 Other disclosures as required under Master Direction – Non-Banking Financial Company

A. Disclosure as required by the Master Direction - Monitoring of frauds in NBFCs issued by RBI dated 29th September 2016

Instances of fraud:-

Nature of fraud (cash embezzlement by employee)	Year Ended March 31, 2024	Year Ended March 31, 2023
a) No of cases	7	2
b) Amount of fraud	33.15	14.99
c) Recovery	11.98	5.40
d) Amount written off	21.17	9.59

40 Schedule to the Balance Sheet for the year ended 31 March 2024
(As required in terms of Paragraph 19 (Annex IV) of Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 2016

Liabilities Side :		
	Amount outstanding	Amount overdue
(i) Loans and advances availed by the NBFs inclusive of interest accrued thereon but not paid:		
(a) Debentures : Secured	5,184.95	-
: Unsecured (other than falling within the meaning of public deposits)	4,509.12	-
(b) Deferred Credits	-	-
(c) Term Loans	43,976.86	-
(d) Inter-corporate loans and borrowing	2,317.35	-
(e) Commercial Paper	-	-
(f) Public Deposits*	-	-
(g) Other Loans (Specify Nature)	-	-
(ii) *Break-up of above Outstanding public deposits inclusive of interest accrued thereon (but not paid) :		
(a) In the form of Unsecured	-	-
(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	-	-
(c) Other Public Deposits	-	-

Assets Side :		
	Amount outstanding	
(iii) Break-up of Loans and Advances including bills receivables [other than those included in (4) below]		
(a) Secured	-	
(b) Unsecured	65,669.07	
(iv) Break up of Leased Assets and stock on hire and other assets counting towards asset financing activities		
(a) Loans where assets have been repossessed	-	
(a) Financial lease	-	
(b) Operating lease	-	
(b) Stock on hire including hire charges under sundry debtors:	-	
(a) Assets on hire	-	
(b) Repossessed Assets	-	
(c) Hypothecation loans counting towards AFC activities	-	
(a) Loans where assets have been repossessed	-	
(b) Loans other than (a) above	-	
(v) Break-up of Investments :		
Current Investments :		Amount outstanding
Quoted :		
(i) Shares : (a) Equity	-	
(b) Preference	-	
(ii) Debentures and Bonds	-	
(iii) Units of mutual funds	-	
(iv) Government Securities	-	
(v) Others - Commercial papers	-	
Unquoted :		
(i) Shares : (a) Equity	-	
(b) Preference	-	
(ii) Debentures and Bonds	-	
(iii) Units of mutual funds	-	
(iv) Government Securities	-	
(v) Others - Pass Through	-	
Long Term Investments :		
Quoted :		
(i) Shares : (a) Equity	-	
(b) Preference	-	
(ii) Debentures and Bonds	-	
(iii) Units of mutual funds	-	
(iv) Government Securities	-	
(v) Others	-	
Unquoted :		
(i) Shares : (a) Equity	-	
(b) Preference	-	
(ii) Debentures and Bonds	-	
(iii) Units of mutual funds	-	
(iv) Government Securities	-	
(v) Others - (please specify)*	-	

vi) Borrower group-wise classification of assets financed as in (iii) and (iv) above:

Category	Amount net of provision		
	Secured	Unsecured	Total
1. Related Parties			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	1,428.23	1,428.23
(c) Other related parties	-	-	-
2. Other than related parties	-	63,335.15	63,335.15
Total	-	64,763.38	64,763.38

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

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

viii) Other Information

Particulars	Amount
(i) Gross Non-Performing Assets	
(a) Related parties	-
(b) Other than related parties	1,342.67
(ii) Net Non-Performing Assets	
(a) Related parties	-
(b) Other than related parties	442.71
(iii) Assets acquired in satisfaction of debt	-

41. Analytical Ratios

Name of Ratios	As at March 31, 2024	As at March 31, 2023	% Variance	Reason for variance
i) Current Ratio (CR) Current Assets CR = Current Liabilities	1.36	1.27	7.21%	NA
ii) Debt Equity Ratio (Long term borrowing) (DER) Total Debt DER = Shareholder's Equity	3.29	4.69	-29.83%	Decrease in borrowing by Rs 200.08 Crore lead to decrease in total debts which has resulted in decrease in ratio.
iii) Debt Service Coverage Ratio (DSCR) Earnings available for debt service (Net Profit before taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc.) DSCR = Debt Service (Interest & Lease Payments + Principal Repayments) "Net Profit after tax" means reported amount of "Profit / (loss for the period" and it does not include items of other comprehensive income)	0.18	0.15	26.74%	Increase in earning available for debt by Rs 6.76 crore service (Operating Profit) leads to increase in ratio.
iv) Return on Equity Ratio (ROE) Net Profits after taxes – Preference Dividend (if any) ROE = Average Shareholder's Equity	7.00%	12.18%	-42.58%	Decrease in Net Profit by INR 4.96 crores leads to reduction in ratio.
v) Inventory Turnover Ratio (ITR)	N.A.	N.A.	N.A.	N.A.
vi) Trade Receivables Turnover Ratio (TRTO)	N.A.	N.A.	N.A.	N.A.
vii) Trade Payables Turnover Ratio (TPTR) Net Credit Purchase TPTR = Average Trade Payables	N.A.	N.A.	N.A.	N.A.
viii) Net Capital Turnover Ratio (NCTR) Net Sales NCTR = Average Working Capital (Current Assets - Current Liabilities)	1.42	1.01	41.55%	Increase in Total income from INR 37.23 crores leads to increase in ratio.
ix) Net Profit Ratio (NPR) Net Profit NPR = Net Sales	5.88%	10.02%	-41.34%	Decrease in Net Profit by INR 4.90 crores leads to reduction in ratio.
x) Return On Capital Employed (ROCE) Earning before interest and taxes ROCE = Capital Employed (Tangible Net Worth + Total Debt + Deferred Tax Liability)	13.94%	10.42%	33.83%	Increase in Gross Revenue including other income by Rs 7.43 crore leads to increase in Return on Capital Employed..
xi) Return On Investment (ROI)	N.A.	N.A.	N.A.	N.A.

N.A.#: In terms of notification issued by Government Of India, Ministry of Corporate Affairs dated 24th March 2021 specifying amendments in Schedule III, explanation are required for any change in the ratio by more than 25% as compared to the ratio of preceding year..

- 42 During the F.Y. 2023-24 the company has not done restructuring arrangements of any asset.
- 43 **Other Disclosures**
- a. All the borrowings of the company are used for the specific purpose for which it was taken.
 - b. There are no proceedings which have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
 - c. The company is not a willful defaulter as declared by any bank or financial Institution or any other lender.
 - d. There are no charges or satisfaction yet to be registered with Registrar of Companies (ROC) beyond the statutory period.
- 44 Figures for the previous year have been regrouped / reclassified wherever necessary to conform to current years' presentation.

For S S Kothari Mehta & Co. LLP
ICAI Firm Registration No. 000756N/ N500441
Chartered Accountants

For and on behalf of the Board of Directors of
SAVE MICROFINANCE PRIVATE LIMITED

Naveen Aggarwal
Partner
Membership No.: 094380

Ajeet Kumar Singh
Director
DIN 01857072

Pankaj Kumar
Director
DIN 01839501

Ajay Kumar Sinha
Director
DIN 01817959

Date: July 23, 2024
Place : New Delhi

Vijay Kumar Dwivedi
Company Secretary
M.No.- A36168

Pintu Kumar Singh
Chief Financial Officer

Date: July 23, 2024
Place : New Delhi

SAVE MICROFINANCE PRIVATE LIMITED
CIN: U65929DL2016PTC304877
Registered Office: Unit No.782, 7th Floor, Vegas Mall, Plot No.6,
Sector-14, Dwarka, South West Delhi-110075, India.
Email Id: cs@saveind.in; Contact No.: +91-11-61325100

NOTICE OF
ANNUAL GENERAL MEETING

Respected Member(s),

NOTICE is hereby given that the **8th Annual General Meeting (AGM)** of the members of Save Microfinance Private Limited (the Company/ SMPL) will be held on **Monday, 30th September, 2024 at 10:00 A.M at the registered office at unit no.782, 7th Floor, Vegas Mall, Plot No. 6, Sector-14, Dwarka, South West Delhi-110075, India** to transact the following business:

ORDINARY BUSINESS:

ITEM NO. 1

Adoption of Financial Statements and the reports of the Directors and Auditors

To consider and adopt the Audited Financial Statements of the Company for the financial year ended on March 31, 2024 together with the reports of Board of Directors of the Company and Auditors' thereon.

By order of the Board of Director
Save Microfinance Private Limited

Ajeet Kumar Singh
Director
DIN: 01857072
Add: Manpur, Gopalganj Road,
Gaya - 823003, Bihar.

Date: - 04.09.2024
Place: - New Delhi

NOTES:

1. **A MEMBER IS ENTITLED TO ATTEND, VOTE AND APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIM/HERSELF AND SUCH PROXY NEED NOT BE A MEMBER. FOR THE PROXIES TO BE EFFECTIVE, PROXY FORM SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**

In terms of Section 105 of the Companies Act, 2013 read with Rule 19 of the Companies (Management and Administration) Rules, 2014, A person can act as a proxy on behalf of members not exceeding fifty and 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 a proxy for any other person or shareholder.

2. 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.
3. The Member/Proxies attending the meeting are requested to bring their duly filled admission/attendance slips sent along with the notice of AGM at the meeting should bring their attendance slip, sent herewith, duly filled in, for attending the meeting.
4. Members seeking any information or clarification on Accounts are requested to send written queries to the Company, at least one week before the date of the meeting. Replies will be provided in respect of such written queries received only at the meeting.
5. Relevant documents referred to in the accompanying Notice and the Statement is open for inspection by the members at the Regd. office of the Company on all working days, during business hours up to the date of the Meeting.
6. Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Act, and the Register of Contracts or Arrangements in which the directors are interested, maintained under Section 189 of the Act, will be available for inspection by the members at the AGM.
7. Route Map showing directions to reach to the venue of the AGM is given as per the requirement of the Secretarial Standards-2 on "General Meeting."

**By order of the Board of Director
Save Microfinance Private Limited**

**S/d
Ajeet Kumar Singh
Director**

ROXY FORM
Form - MGT 11

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies
(Management and Administration) Rules, 2014]

CIN: U65929DL2016PTC304877

Name of the Company: Save Microfinance Private Limited

Registered Office: Unit No. 782, 7th Floor, Vegas Mall, Plot No.6, Sector-14, Dwarka, South West Delhi – 110075.

Name of the Member (s) :

Registered address :

E-mail id :

Folio No. :

I / We, being the member(s) of _____ Equity Shares of the Company, hereby appoint

1. Name : _____
Address: _____
E-mail Id: _____
Signature: _____, or failing him / her

as my / our proxy to attend and vote (on a poll) for me / us and on my / our behalf at the 8th Annual General Meeting of the Company, to be held on Monday, the 30th September, 2024 at 10:00 A.M. at Unit No.782, 7th Floor, Vegas Mall, Plot No. 6, Sector-14, Dwarka, South West Delhi-110075, India in respect of such resolutions set out in the Notice convening the meeting.

Signed this ___day of ___ 2024

Signature of Proxy Holder(s)

Revenue
Stamp

Note: The proxy must be returned so as to reach the Registered Office of the Company not later than 48 hours before the time for holding the aforesaid meeting. The Proxy need not be a member of the Company.

ATTENDANCE SLIP

Folio No:

SAVE MICROFINANCE PRIVATE LIMITED

No. of Shares:

Registered Office: Unit No. 782, 7th Floor, Vegas Mall,
Plot No.6, Sector-14, Dwarka, South West Delhi-
110075 India

I/We hereby record my/our presence at 8th Annual General Meeting of the Company being held on, Monday, the 30th September, 2024 at 10:00 a.m. at the registered office at Unit No. 782, 7th Floor, Vegas Mall, Plot No.6, Sector-14, Dwarka, South West Delhi- 110075, India.

A. Name(s) of the Member :

1. Mr./Ms.

and Joint Holder(s)

2. Mr./Ms.

(in block letters)

3. Mr./Ms.

B. Address :

.....

C. Father's/Husband's

Name (of the Member):

Mr.....

D. Name of Proxy

Mr./Ms.

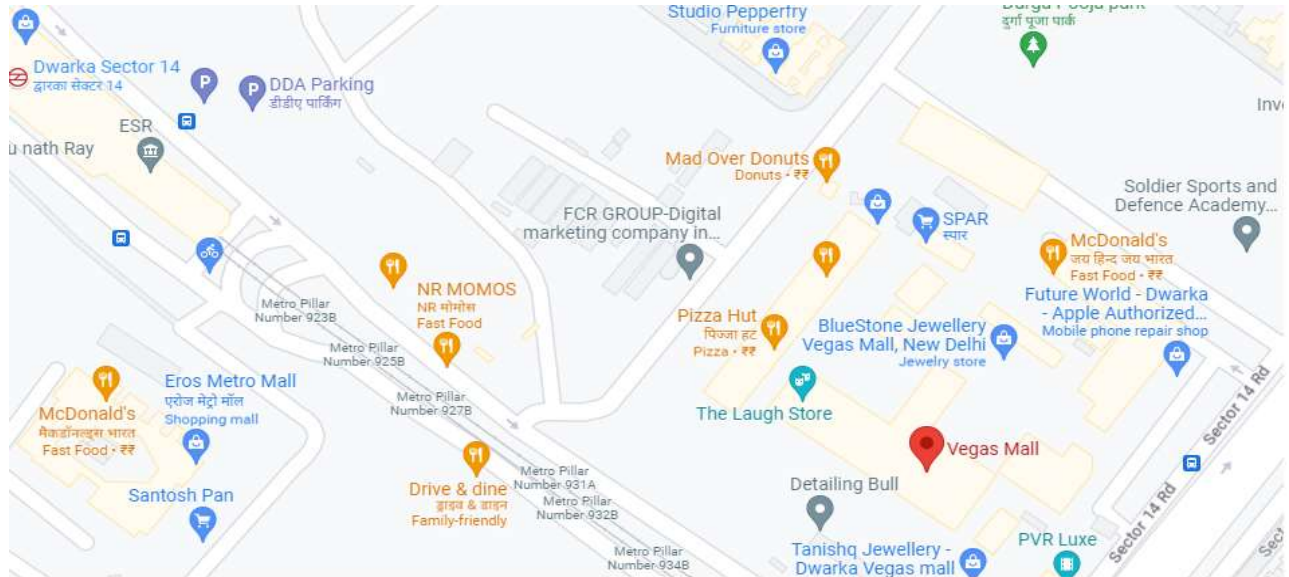
Signature of the Proxy

Signature(s) of Member and Joint Holder(s)

Note: Please complete the Attendance slip and hand it over at the Registration Counter at the venue.

ROUTE MAP| SAVE GROUP

**AGM Venue: Unit No.782, 7th Floor, Vegas Mall, Plot No.6,
Sector-14, Dwarka-110075, New Delhi.**



Landmark- Vegas Mall

