

ANNUAL REPORT

FINANCIAL YEAR

2022-23

M/S. LAVESH FINANCE .LTD
(CIN NO. :- U67120MH1993PLC407999)

Shyam C Agrawal & Co.

Chartered Accountants
3/910-L Navjivan Society
Lamington Road, Mumbai-400 008

INDEPENDENT AUDITOR'S REPORT

To,
The Members of,
LAVESH FINANCE LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **LAVESH FINANCE LIMITED** ("the Company"), which comprise the balance sheet as at 31st March 2023, and the statement of Profit and Loss, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 :

- a. In the case of the Balance Sheet, of the state of affairs of the company as at 31st March 2023;
- b. In the case of the statement of Profit and Loss, of the Profit of the company for the year ended on that date; and
- c. In the case of Cash Flow Statement, of the cash flows of the company for the year ended on that date.

Basis For Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



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Responsibility Of Management For The Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors 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 Board of Directors 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 Responsibility For The Audit Of The Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as 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 risk 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.



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- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls systems 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 misstatement 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 misstatement 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 and significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we may 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

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 Companies Act, 2013, we give in the "Annexure A" statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.



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As required by Section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations, the audit processes were carried out based on necessary records made available by the management which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 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 Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statement.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.



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- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts:
- (a) no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any Other person or entity, including foreign entities 'Intermediaries', with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company 'Ultimate Beneficiaries' or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (b) no funds have been received by the company from any person or entity, including foreign entities 'Funding Parties', with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party 'Ultimate Beneficiaries' or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (c) Based on audit procedures carried out by us, that we have considered reasonable and appropriate circumstances, nothing has come to our notice that has caused us believe that the representations under sub-clause (i) and (ii) contain any material misstatement.
- v. The Company has not declared or paid any dividends during the year and accordingly reporting on the compliance with section 123 of the Companies Act, 2013 is not applicable for the year under consideration.

For Shyam C Agrawal & Co.
Chartered Accountants
Firm No. 110243W

Shyam C Agrawal
(Proprietor)

M.No. : 031774

UDIN : 23031774BGVVNS1944

Place : Mumbai

Date : 30.08.2023



ANNEXURE (A) TO INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 1 under the heading "Report on other legal and regulatory requirements" of our report of even date on account of LAVESH FINANCE LIMITED ("the Company") for the year ended 31st March 2023.

(i) **PROPERTY, PLANT AND EQUIPMENT [CLAUSE 3(I)] -**

(a) As informed and represented to us by the management of the company; the company has property in the nature of investment. The said property have been physically verified by the management during the period under review and no material discrepancies noticed during such physical verification of the Property.

(b) According to the information and explanation given to us, the company holds immovable properties in its own name during the period under review. The title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date. In respect of immovable properties of land and building that have been taken on lease and disclosed as fixed assets in the financial statements, the lease agreements are in the name of the Company, if any

(c) The Company has not revaluated its Property, or Intangible assets or both during the period under review.

(d) As informed and represented to us by the management of the company, there is no benami property transaction of the company. and there are no ongoing or pending proceedings against the company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988.

(ii) **INVENTORY [CLAUSE 3(II)] -**

(a) According to the information and explanation given to us, the Company is Finance company and does not have physical inventory of goods. Accordingly reporting under Clause 3 (ii)(a) of the Companies (Auditor's Report) Order, 2020 is not applicable.

(b) The company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets; hence the reporting under Clause 3 (ii)(b) of the Companies (Auditor's Report) Order, 2020 is not applicable.



(iii) **LOAN GIVEN BY COMPANY [CLAUSE 3(III)] -**

The Company is a non-deposit taking non-banking financial company ("NBFC") registered with the Reserve Bank of India ("RBI").

During the year, in the ordinary course of its business, the Company has granted loans and advances in the nature of loans, secured and unsecured, to companies, firms, limited liability partnerships and other parties.

(a) As the principal business of the Company is to give loans & advances, the paragraph 3(iii)(a) of the Order is not applicable to the Company;

(b) The investments made, guarantees provided, securities given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided in the normal course of business are not prejudicial to the interest of the Company. The paragraph 3(iii)(b) of the Order is not applicable to the Company;

(c) In respect of loans and advances in the nature of loans granted during the year in the ordinary course of business, the schedule of repayment of principal and payment of interest have been stipulated and the repayment of loan and receipts of interest are generally regular except there were cases which were not repaid / paid when they were due or were repaid / paid with a delay. Such loans have been accounted for in accordance with the Company's policy on asset classification and provisioning as described in note 1(xv) to the financial statements. Having regard to the voluminous nature of loan transactions, it is not practicable to furnish party wise details of irregularities in this report. However, such details are available with the Company. For details of total loans and advances which were overdue as of March 31, 2023.

(d) The provisions of paragraph 3(iii)(d) of the Order are not applicable to the Company as its principal business is to give loans & advances.

(e) The Company has granted any loans or advances in the nature of loans that were repayable on demand.

(iv) **LOAN TO DIRECTOR AND INVESTMENT BY THE COMPANY [CLAUSE 3(IV)]**

The Company has not advanced loans or made investments in or provided guarantees or security to parties covered by section 185 and 186 of the Companies Act, 2013. Hence reporting under paragraph 3(iv) of the Order is not applicable

(v) **DEPOSITS [CLAUSE 3(V)] -**

The Company is a non-banking & non deposit taking finance company and consequently is exempt from provisions of section 73 or any other relevant provisions of the Companies Act. Accordingly, reporting under paragraph 3(v) of the Order is not applicable.



(vi) **COST RECORDS [CLAUSE 3(VI)] -**

As the company is non banking finance company, the maintenance of cost records is not applicable under paragraph 3 (vi) of sec. 148 (1) of the companies act, 2013.

(vii) **STATUTORY DUES [CLAUSE 3(VII)] -**

(a) According to information and explanation given to us and on the basis of the records of the Company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Profession Tax, Income-Tax, Goods and Service Tax, Duty of Customs, Cess and any other material statutory dues have generally been regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanation given to us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Profession Tax, Income-Tax, Goods and Service Tax, Duty of Customs, Cess and any other material statutory dues were in arrears as on 31st March 2023, for a period of more than six months from the date they became payable.

b) According to the records of the Company and explanation given to us, there are no material dues of income tax or sales tax or wealth tax or service tax, duty of customs or duty of excise or value added tax or cess on account of dispute which have not been deposited with the appropriate authorities on account of any disputes.

(viii) **DISCLOSURE OF UNRECORDED TRANSACTIONS [CLAUSE 3(VIII)] -**

According to information and explanation given to us and on the basis of the records of the Company, all the transactions have been surrendered or disclosed as income in the books of accounts during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961)

(ix) **REPAYMENT OF LOAN [CLAUSE 3(IX)] -**

(a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender/icd corporate, if any.

(b) The Company has not been declared as willful defaulter by any bank or financial institution.

(c) The company does not avail any term loans from any other Financial Institution and bank during the year

(d) According to the information and explanations given to us and based on verification carried out by us, funds if raised on short term basis have not been utilized for long term purposes.



(e) The Company does not have subsidiary, joint venture. Accordingly, reporting on paragraph 3(ix)(e) of the Order is not applicable.

(f) The Company does not have subsidiary or joint venture. Accordingly, reporting on paragraph 3(ix)(f) of the Order is not applicable.

(x) **(a) UTILISATION OF IPO AND FURTHER PUBLIC OFFER [CLAUSE 3(X)a] -**

According to the records of the Company and explanation given to us, the company has not raised money by way of Initial Public Offer (IPO) or further public offer (including debt instruments) during the period under review.

(b) PRIVATE PLACEMENT OF PREFERENTIAL ISSUES [CLAUSE 3(X)b]-

As per information and explanation given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the period under review, hence requirement of section 42 and section 62 of the Companies Act, 2013 are not applicable to the company. Therefore, details under clause 3(x)(b) of the Companies (Auditor's Report) Order, 2020 are not applicable to the company.

(xi) **REPORTING OF FRAUD [CLAUSE 3(XI)] -**

Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per information and explanation given by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit.

(xii) **NIDHI COMPANY [CLAUSE 3(XII)] -**

According to the information and explanation given by the management, the company is not a Chit Fund, Nidhi or Mutual Benefit Fund/ Society. Therefore, Clause 3 (xii) of the Companies (Auditor's Report) Order, 2020 is not applicable to the company.

(xiii) **RELATED PARTY TRANSACTION [CLAUSE 3(XIII)] -**

According to the information and explanation given by the management, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details of such transactions have been disclosed in the financial statements etc., as required by the applicable accounting standards.

(xiv) **INTERNAL AUDIT [CLAUSE 3(XIV)]**

As per section 138 of the Companies Act, 2013, Internal Audit is not applicable to the Company. Therefore, clause 3(xiv) of the Companies (Auditor's Report) Order, 2020 is not applicable to the company.



- (xv) **NON CASH TRANSACTION [CLAUSE 3(XV)] -**
According to the information and explanation given by the management, the company has not entered into any non-cash transactions with directors or persons connected with it. Therefore, compliance pursuant to the provisions of section 192 of Companies Act 2013 is not applicable. Therefore, details under Clause 3 (xv) of the Companies (Auditor's Report) Order, 2020 is not applicable to the company.
- (xvi) **REGISTER UNDER RBI ACT 1934 [CLAUSE 3(XVI)] -**
- (a) The Company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 ("RBI Act") and it has obtained the registration.
- (b) The Company has not conducted any Non-Banking Financial without a valid Certificate of Registration (CoR) from the Reserve Bank of India as the Company has been registered throughout the year.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, reporting on paragraph 3(xvi)(c) of the Order is not applicable.
- (d) As informed to us, the Group does not have any CICs (Core Investment Company) which are registered with the Reserve Bank of India. Therefore, details under Clause 3 (xvi)(d) of the Companies (Auditor's Report) Order, 2020 is not applicable to the company.
- (xvii) **CASH LOSSES [CLAUSE 3(XVII)]**
The company has not incurred any cash losses in the financial year and in the immediately preceding financial year. Therefore, Clause 3 (xvii) of the Companies (Auditor's Report) Order, 2020 is not applicable to the company.
- (xviii) **RESIGNATION OF THE STATUTORY AUDITOR DURING THE YEAR [CLAUSE 3(XVIII)]**
During the year under review, there is no resignation of the statutory auditor. Thus, clause 3 (xviii) of the Companies (Auditor's Report) Order, 2020 is not applicable to the company.
- (xix) **LIABILITY SETTLEMENT CAPABILITY [CLAUSE 3(XIX)]**
On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of liabilities, other information accompanying the financial statements, knowledge of board of directors & management plans of the company - In our opinion no material uncertainty exists as on the date of the audit report regarding liability settlement capability.



(xx) TRANSFER OF UNSPENT AMOUNT [CLAUSE 3(XX)]

As per information and explanation given by the management, the company is not required to make provision towards CSR activity; therefore, clause 3 (xx) of the Companies (Auditor's Report) Order, 2020 is not applicable to the company.

(xxi) QUALIFICATION OR ADVERSE REMARK [CLAUSE 3(XXI)]

During the period under review, there are no material misstatements in the books of accounts. Thus there are no conclusive qualified or adverse remarks for the company. Therefore, clause 3 (xxi) of the Companies (Auditor's Report) Order, 2020 is not applicable to the company.

For Shyam C Agrawal & Co.
Chartered Accountants
Firm No. 110243W



Shyam C Agrawal
(Proprietor)

M.No. : 031774

UDIN : 23031774 BG/VVNS1944

Place : Mumbai

Date : 30.08.2023

Annexure (B) to the Independent Auditors' Report

(Referred to in point 1 under the heading "Report on other legal and regulatory requirements" of our report of even date on account of M/s. LAVESH FINANCE LIMITED ("the Company") for the year ended 31st March, 2023, Report on the Internal Financial Controls under Clause (i) of Sub section 3 of section 143 of the Companies Act, 2013 ("the Act"))

We have audited the Internal Financial Controls over financial reporting of LAVESH FINANCE LIMITED ("the Company") as of 31st March, 2023 in conjunction with our audit of the financial statements of the company for the year ended on that date.

Management's responsibility for the Internal Financial Controls

The company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the company considering the essentials components of internal control stated in the guidance note on audit of internal financial controls over financial reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence of company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We have conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by the Institute of Chartered Accountants of India and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included



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

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

Meaning of internal financial controls over financial reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes policies and procedures that :-

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions 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 in India ("Indian GAAP"), and that receipts and expenditure of the Company are being made only in accordance with authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial control over financial reporting were operating effectively as at 31st March, 2023, based on



the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered accountants of India.

For Shyam C Agrawal & Co.
Chartered Accountants
Firm No. 110243W



Shyam C Agrawal
(Proprietor)

M.No. : 031774

UDIN: 23031774BGVVNS1944

Place : Mumbai

Date : 30.08.2023

Particulars	Note No.	Figures as at the end of current reporting period 31/03/2023	Figures as at the end of reporting period 31/03/2022
		2022-23	2021-22
		₹	₹
I EQUITY AND LIABILITIES			
1 Shareholder's Funds			
a. Share Capital	2	20,541	20,541
b. Reserves and Surplus	3	14,412	9,366
c. Money received against share warrants		-	-
		34,953	29,907
2 Share application money pending allotment		-	-
3 Non-Current Liabilities			
a. Long-Term Borrowings	4	1,74,597	1,90,784
b. Deferred Tax Liabilities (Net)	5	-	-
c. Other Long term liabilities		-	-
d. Long-term provisions		-	-
		1,74,597	1,90,784
4 Current Liabilities			
a. Short-Term Borrowings	6	-	-
b. Trade Payables	6.1	-	-
(i) Total outstanding dues of micro enterprises and small enterprises	6.2	18,198	18,395
(ii) Total Outstanding of creditors other than micro enterprises and small enterprises	7	3,232	2,395
c. Other Current Liabilities		-	-
d. Short-Term Provisions		-	-
		21,430	20,790
TOTAL		2,30,981	2,41,480
II ASSETS			
1 Non-Current Assets			
a. Property, Plant and Equipment and Intangible Assets			
(i) Property, Plant and Equipment	8	-	-
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
b. Non current investments	9	21,068	21,030
c. Deferred Tax Asset (Net)	10	-	-
d. Long term Loans and Advances	11	2,07,939	2,14,329
e. Other Non Current Assets		-	17
		2,29,007	2,35,376
2 Current Assets			
a. Current Investments	12	-	-
b. Inventories	13	-	-
c. Trade Receivables	14	1,329	4,796
d. Cash and Cash Equivalents	15	-	-
e. Short-term loans and advances		645	1,306
f. Other current assets		-	-
		1,974	6,103
TOTAL ASSETS		2,30,981	2,41,480
CONTINGENT LIABILITIES AND COMMITMENT		NIL	NIL

Summary of Significant Accounting Policies

The Accompanying notes 1-25 are integral part of the financial statement

As per our report of even date.

For Shyam C Agrawal & Co.

Chartered Accountants

FRN :- 110243W

Shyam C Agrawal
(Proprietor)

Membership No. 031774

UDIN: 23031774BGVWNS1944

Place :- Mumbai

Date: 30.08.2023

For and on behalf of Board of Directors of
Lavesh Finance LimitedNiraj Chordia
(Director)
DIN - 02975795Natwarlal Trivedi
(Director)
DIN - 00077578

Statement of Profit and Loss for the year ended 31st March, 2023

(Amount in '000)

Particulars	Note No.	Figures for the Period	
		ended 31/03/2023	ended 31/03/2022
		2022-23	2021-22
		₹	₹
INCOME			
I (a) Revenue From Operations	16	37,452	23,971
II (b) Other Income	17	1,429	73
III Total Income (I+II)		38,882	24,044
IV EXPENSES			
(a) Employee Benefit Expense	18	2,965	1,079
(b) Finance costs	19	16,698	12,690
(c) Depreciation and Amortization Expense	8	-	-
(d) Bad Debts	20	550	4,864
(e) Provision for Doubtful Debts	21	8,692	-
(f) Other Expenses	22	3,531	305
Total Expenses		32,435	18,938
V Profit before exceptional and extraordinary items and tax (III-IV)		6,447	5,106
VI Exceptional Items		-	-
VII Profit before extraordinary items and tax (V - VI)		6,447	5,106
VIII Extraordinary Items		-	-
IX Profit before tax (VII- VIII)		6,447	5,106
X Tax Expenses:			
Current tax		1,397	1,369
Deferred tax		-	-
MAT Credit		-	-
XI Profit (Loss) for the period from continuing operations (VIII-IX)		5,050	3,737
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV Profit (Loss) for the period (XI + XIV)		5,050	3,737
XVI Earning per Equity Share:			
Basic	23	0.25	0.18
Diluted		0.25	0.18

Summary of Significant Accounting Policies

1

The Accompanying notes 1-25 are integral part of the financial statement

As per our report of even date.

For Shyam C Agrawal & Co.

Chartered Accountants

FRN :- 110243W



Shyam C Agrawal

(Proprietor)

Membership No. 031774

UDIN: 23031774BGVVMS1944

For and on behalf of Board of Directors of
Lavesh Finance LimitedNiraj Chordia
(Director)

DIN - 02975795

Natwarlal Trivedi
(Director)

DIN - 00077578

Place :- Mumbai

Date : 30.08.2023

LAVESH FINANCE LTD

CIN: U67120MH1997PL1402904

Cash Flow Statement for the year ended on 31st March, 2023

(Amount in '000)

Particulars	Figures for the Period ended	
	31/03/2023	31/03/2022
	2022-23	2021-22
	₹	₹
A. Cash Flow From Operating Activities		
Profit/(Loss) Before Tax	6,447	5,106
Adjustments for:		
Depreciation and amortisation expenses	-	-
Finance Cost	-	-
Operating Profit before Working Capital Changes	6,447	5,106
Adjustments for:		
Decrease/(Increase) in Fixed Assets	-	-
Decrease/(Increase) in Receivables	-	-
Decrease/(Increase) in Long Term Loans & Advances	6,391	(11,462)
Decrease/(Increase) in Short Term Loans & Advances	-	15
Decrease/(Increase) in Other Current Assets	662	843
Decrease/(Increase) in Other Non Current Assets	-	-
Increase/(Decrease) in Short Term Borrowings	-	-
Increase/(Decrease) in Other Current Liabilities	837	818
Increase/(Decrease) in Short Term Provisions	-	-
Increase/(Decrease) in Trade Payable	(197)	18,395
Change of Working Capital	7,692	8,609
Cash generated from operations	14,139	13,715
Less: Tax Paid/Provision for Deferred Tax	1,397	1,381
Net Cash flow from/(used in) Operating activities	13	12
B. Cash Flow From Investing Activities		
Decrease/(Increase) in Non Current Assets	(38)	(21,030)
Net Cash Flow from/(used in) Investing activities	(38)	(21,030)
C. Cash Flow From Financing Activities		
Proceeds from Borrowings	(16,187)	11,654
Proceeds from Issue of Shares	-	-
Increase in Reserve & surplus	-	-
Repayment of Borrowings	-	-
Finance cost	-	-
Net Cash Flow from/(used in) financing activities	(16,187)	11,654
Net Increase/(decrease) in cash & Cash Equivalents	(16,212)	(9,364)
Opening Cash & Cash Equivalents	4,796	1,838
Closing Cash & Cash Equivalents	(11,416)	(7,526)

Summary of Significant Accounting Policies

The Accompanying notes 1-25 are integral part of the financial statement
As per our report of even date attached hereewith.

For Shyam C Agrawal & Co.

Chartered Accountants

FRN : 110243W

Shyam C Agrawal

(Proprietor)

Membership No. 031774

UDIN: 23031774B6VUNS1944

Place :- Mumbai

Date : 30.08.2023

For and on behalf of Board of Directors of
Lavesh Finance LimitedNiraj Chordia
(Director)

DIN - 02975795

Natwarlal Trivedi
(Director)

DIN - 00077578

Notes to the Financial Statements for Balance Sheet as at 31st March, 2023

(Amount in '000)

Particulars	Figures for the Period ended 31/03/2023	Figures for the Period ended 31/03/2022
	2022-23	2021-22
	₹	₹
2. Share Capital		
Authorised Share Capital		
35,00,000 Equity shares of ₹ 10/- each	35,000	35,000
<u>Issued, subscribed and Fully paid-up shares</u>		
20,54,100 Equity shares of ₹ 10/- each fully paid up	20,541	20,541
Total paid-up share capital	20,541	20,541

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

	No. of Shares	No. of Shares
At the beginning of the period	20,541	20,541
Issued during the period	-	-
Outstanding at the end of the period	20,541	20,541

b. Terms/rights attached to equity shares

2.1 : The Company has only one class of equity shares. Each holder of equity shares is entitled to one vote per share.

2.2 : There is no fresh issue or buyback of shares during the year.

2.3 : There is no change in the number of shares outstanding at the beginning and at the end of the year. Transfer of shares if any has been disclosed below.

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

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

Particulars	As at 31st March 2023		As at 31st March 2022	
	No. of shares	%	No. of shares	%
<u>Equity shares of Rs 10 each</u>				
4E Advisory Private Limited.	529	25.75%	529	25.75%
Manali Agrawal	1,056	51.41%	513	24.97%
Manav Agrawal	469	22.84%	499	24.30%
Surekha Agarwal	-	0.00%	513	24.97%
Total	2,054	100.00%	2,054	99.99%

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

d. Shares held by holding company / ultimate holding company and/or their subsidiaries/associates

Particulars	Nature of Relationship	As at 31 March 2023	As at 31 March 2022
4E Advisory Private Limited	Associate Company	529	529

e. Disclosure pursuant to Note no. 6(A)(i) of Part I of Schedule VI to the Companies Act, 2013

Particulars	Aggregate No. of Shares (for last 5 Financial Years)
Equity Shares :	
Fully paid up pursuant to contract(s) without payment being received in cash	NIL
Fully paid up by way of bonus shares	NIL
Shares bought back	NIL



Sr. No.	Promoter Name	No. of Shares	% of total shares	% Changed during the year
1	Mahar Agrawal	1,056	31.41%	26.44%
2	4E Advisory Private Limited	529	25.75%	-

Shares held by promoters at the end of the year 31st March 2022

Sr. No.	Promoter Name	No. of Shares	% of total shares	% Changed during the year
1	Surekha Agarwal	513	24.97%	No Change

3. Reserves & Surplus

General reserve

Balance as per last financial statements	1,980	1,233
Received during the year F.Y 2021-22	-	747
Received during the year F.Y 2022-23	1,010	-
	2,990	1,980
<u>Surplus/(Deficit) in the statement of profit and loss</u>		
Balance as per last financial statements	7,383	4,393
Profit/ (Loss) for the year	5,050	3,737
Less :- Profit of earlier years transferred to General Reserve	-	-
Less :- Profit of 20 % transferred to General Reserve	1,010	747
Net Surplus in the statement of profit and loss	11,422	7,383
Total	14,412	9,366

4. Long Term Borrowings

Term Loans

From Bank / others	-	-
Loans and Advances From Relatives	-	-
Loans and Advances From Others	1,74,597	1,90,784
	1,74,597	1,90,784
<u>The above amount includes</u>		
Secured borrowings	-	-
Unsecured borrowings	1,74,597	1,90,784
Total	1,74,597	1,90,784

5. Deferred Tax Liability

Deferred tax Liability	-	-
Total	-	-

6. Trade Payables

6.1 Total outstanding dues of micro enterprises and small enterprises	-	-
6.2 Total outstanding dues of creditors other than micro enterprises	18,198	18,395
Total	18,198	18,395



LAVESH FINANCE .LTD

Notes forming part of the financial statements

Note No.6: Trade Payables

Particulars	As at 31st March, 2023					As at 31st March, 2022					(Amount in '000)	
	Outstanding for the following periods from due date of payment					Outstanding for the following periods from due date of payment						
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total		
(i) MSME	-	-	-	-	-	-	-	-	-	-	-	
(ii) Others	164	-	-	-	-	-	-	-	-	-	-	
(iii) Disputed Dues- MSME	-	18,034	-	-	18,198	-	-	-	-	-	-	18,395
(iv) Disputed Dues- Others	-	-	-	-	-	-	-	-	-	-	-	-
	164	18,034	-	-	18,198	18,395	-	-	-	-	-	18,395



Statutory Dues		360	
Other Payables		1,689	1,899
Total		1,183	896
		3,232	2,395
9. Non Current Investment			
Investment in Properties		21,068	21,030
Total		21,068	21,030
10. Long Term Loans & Advances			
Loans & Advances to related parties		-	-
Loans & Advances to Others		2,07,939	2,14,329
The above amount includes		2,07,939	2,14,329
Secured, Considered Good		20,812	79,306
Unsecured, Considered Good		1,87,126	1,35,024
Total		2,07,939	2,14,329
11. Other Non-Current Assets			
Investment		-	17
Total		-	17
12. Sundry Debtors			
Sundry Debtors		-	-
Total		-	-
13. Cash and Cash Equivalents			
Balance with Banks		1,112	4,579
Cash On Hand		218	218
Total		1,329	4,796
14. Short Term Loans & Advances			
Other Advances		-	-
Total		-	-
15. Other Current Assets			
Other Current Assets		645	1,306
Total		645	1,306



Lavesh Finance .Ltd
Notes to the Financial Statements for Balance Sheet as at 31st March, 2023
 CIN: U67120MH1993PLC407999

(Amount in 000s)											
8. Property, Plant and Equipment and Intangible Assets											
Sr. No	Particulars	Gross Block			Depreciation			Net Block			
		Figures as at the beginning of current reporting period	Addition during the current reporting period	Deletion during the current reporting period	Figures as at the end of current reporting period	Addition during the current reporting period	Deletion during the current reporting period	Figures as at the end of current reporting period	Figures as at the end of previous reporting period		
I Property, Plant and Equipment											
1		0	-	-	-	-	-	-	-	-	31.3.2022
	SUB TOTAL (A)										31.03.2023
II Intangible Assets											
2	Mobile Phone	-	-	-	-	-	-	-	-	-	-
3	Mobile Phone	-	-	-	-	-	-	-	-	-	-
	SUB TOTAL (B)										-
III Capital Work-in-progress											
	SUB TOTAL (C)										-
IV Intangible Assets Under Development											
	SUB TOTAL (D)										-
	Total [A + B + C + D] (Current Year)										-
	(Previous Year)										-



LAVESH FINANCE .LTD

Notes forming part of the financial statements

Note No. 10 : Trade Receivable

Ageing of trade receivable and credit risk arising there form is as below:

Particulars	Outstanding for following periods from due date of payment as at 31st March, 2023 (₹)					Outstanding for following periods from due date of payment as at 31st March, 2022 (₹)					Total
	Less than 6 months	6 months-1 years	1-2 years	2-3 years	More than 3 years	Less than 6 months	6 months-1 years	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good / Services	6,380	34,519	1,56,400	2,548	8,092	39,702	22,659	1,42,876	3,000	6,092	2,07,939
(ii) Undisputed Trade receivables - considered good / Services	-	-	-	-	-	-	-	-	-	-	-
(iii) Disputed Trade Receivables considered good / Services	-	-	-	-	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-	-	-	-	-	-
	6,380	34,519	1,56,400	2,548	8,092	39,702	22,659	1,42,876	3,000	6,092	2,14,329



LAVESH FINANCE .LTD

CIN: U67120MH1993PLC407999

Notes to the Financial Statements for Profit & Loss as at 31st March, 2023

(Amount in '000)

Particulars	Figures for the Period ended 31/03/2023	Figures for the Period ended 31/03/2022
	2022-23	2021-22
	₹	₹
16. Revenue From Operations		
Income from Operations	37,452	23,971
	37,452	23,971
17. Other Income		
Rent Income	1,281	-
Bad Debts Recover	50	-
Interest on Income Tax Refund	89	73
Discount Received	6	0
Miscellaneous Charges	3	-
Round Off	-	0.00
	1,429	73
18. Employee Benefit Expenses		
Salaries & Wages	2,956	1,075
Staff Welfare Expenses	9	4
Total	2,965	1,079
19. Financial Cost		
Interest On Loan	16,698	12,690
Total	16,698	12,690
20. Bad Debts		
Bad Debts W/Off during the year	550	4,864
Total	550	4,864
21. Provision for Doubtful Debts		
Provision for Doubtful Debts	8,692	-
Total	8,692	-



Audit Fees	10	10
Annual Fees	-	30
Rates & Taxes	19	165
Miscellaneous Expenses	3,502	100
Total	3,531	305

23. Earnings Per Share

a. Profit/(Loss) available for appropriation to Equity Shareholders	5,050	3,737
b. Weighted average number of Equity Shares for Basic EPS	20,541	20,541
Add: Weighted average outstanding Employee Stock Options	-	-
c. Weighted average number of Equity Shares for Diluted EPS	20,541	20,541
Nominal Value of Equity Shares	10	10
Basic	0.25	0.18
Diluted	0.25	1.82

24. Contingent Liabilities and Commitments

Claims against the Company not acknowledged as Debt	NIL	NIL
---	-----	-----

25. Related Party Transactions

1. Related Party Relationship on the basis of requirement of Accounting Standard -18 is identified by the Company and relied upon by the Auditors.

1. Relationship

a) Key Management Personnel

Natwar Trivedi	Director
Niraj Choradia	Director
Surjeet Singh	Director

b) Relatives of Key Management Personnel

NIL

c) Other Related Parties where control exists:

4 E Advisory Private Ltd.

2. Transactions carried out with Related Parties referred in i) above, in ordinary course of business:

Transactions	a) Key Management Personnel	b) Relatives of Key Management Personnel	c) Other Related parties
1. Director Remuneration			
Natwar Trivedi	180		
Niraj Chordia	180		
Surjeet Singh	180		
	540		



LAVESH FINANCE .LTD

Note 25: Additional regulatory and other information as required by the Schedule III to the Companies Act 2013
Additional Regulatory Information pursuant to Clause 6L of General Instructions for preparation of Balance Sheet as given in Part I of Division II of Schedule III to the Companies Act, 2013, are given hereunder to the extent relevant and other than those given elsewhere in any other notes to the Financial Statements.

(a) Ratios

Ratio Analysis	Numerator	Rs in lakhs		Denominator	Rs in lakhs	
		2023	2022		2023	2022
1	Total Current Assets Cash and Bank balances Loans and Advances Any other current assets	1,329	4,796	Total Current Liabilities Bank Overdraft Outstanding Expenses Any other current liabilities	2,395	31-Mar-22
	Ratio is not applicable as variation is not more than 25% hence not material.	1,974	6,103		2,395	0.61
2	Total Liabilities Total Outside Liabilities	1,96,027	2,11,574	Sharholder's Equity Total Shareholders Equity	29,907	7.07
	Ratio is not applicable as variation is not more than 25% hence not material.				34,953	5.61
3	Net Operating Income Net Profit after tax + non-cash operating expenses like depreciation and other amortizations + Interest+other adjustments like loss on sale of fixed assets, etc.	21,748	16,427	Debt Service Current Debt Obligation (Interest + Installments)	1,90,784	0.12
	Ratio is not applicable as variation is not more than 25% hence not material.				1,74,597	0.09
4	Profit for the period Net Profit after taxes - preference dividend (if any)	5,050	3,737	Avg. Shareholders Equity (Beginning shareholders' equity + Ending shareholders' equity) ÷ 2	28,035	0.16
	Ratio is not applicable as variation is not more than 25% hence not material.				32,430	0.13



5	Inventory Turnover Ratio	Cost of Goods sold (Opening Stock + Purchases) - Closing Stock	-	Average Inventory (Opening Stock + Closing Stock) / 2	-		
	Reason for Variance	Since the company is a non-banking financial Company therefore this ratio does not apply to the Company					
6	Trade Receivables Turnover Ratio	Net Credit Sales Credit Sales	-	Average Trade Receivables (Beginning Trade Receivables + Ending Trade Receivables) / 2	-		
	Reason for Variance	Since the company is a non-banking financial Company therefore this ratio does not apply to the Company					
7	Trade Payables Turnover Ratio	Total Purchases Annual Net Credit Purchases	-	Average Trade Payables (Beginning Trade Payables + Ending Trade Payables) / 2	18,297	9,198	
	Reason for Variance	Variation is not more than 25%, Hence not material					
8	Net Capital Turnover Ratio	Net Sales Total Sales - Sales Return	37,452	Average Working Capital Current Assets - Current Liabilities	(19,456)	(14,687)	(1.63)
	Reason for Variance	Variation is not more than 25%, Hence not material					
9	Net Profit Ratio	Net Profit Profit After Tax	5,050	Net Sales Sales	37,452	23,971	
	Reason for Variance	Variation is not more than 25%, Hence not material					
10	Return on Capital employed	EBIT Profit before Interest and Taxes	23,144	Capital Employed Total Assets - Current Liabilities	2,09,551	2,20,690	0.11
	Reason for Variance	Variation is not more than 25%, Hence not material					
11	Return on Investment	Return/Profit/Earnings	N.A	Investment	N.A	N.A	
	Reason for Variance	Variation is not more than 25%, Hence not material					



General Information about the Company:

M/s. Lavesh Finance Limited ("the company") was incorporated on 25/08/1993 and its corporate office is in Mumbai. It is a non-systematically & non-Deposit-taking NBFC.

It is the fastest-growing non-banking financial company in India registered with RBI & Companies Act, 1956. Lavesh offers end-to-end lending and financing solutions to a diversified range of customers, from individuals to corporates, across the country. It is an unlisted public company; limited by shares.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with Generally Accepted Accounting Principles in India and comply with Accounting Standards specified u/s 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accountants) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The accounting policies, in all material aspects, have been consistently applied by the Company and are consistent with those used in the previous year.

2. REVENUE RECOGNITION

- a) Revenue from service transactions is usually recognized as the service is performed, either by the proportionate completion method or by the completed service contract method. Revenue consists of interest income from lending funds and is recognized on an accrual basis.
- b) Interest and other income are recognized on an accrual basis.

3. FIXED ASSETS

Fixed Assets are stated at cost of acquisition less accumulated depreciation. Cost includes inward freight, duties, taxes and incidental expenses related to the acquisition and installation of assets.

4. METHOD OF DEPRECIATION:

Depreciation for the year is provided on the Straight-Line method considering the useful life of assets prescribed by Part 'C' of Schedule II to the Act, or the useful lives of assets as estimated by the Company, whichever is lower. As above since the company doesn't have any fixed assets and hence no depreciation has been provided.



5. PROVISIONS

Provisions are recognized where a reliable estimate can be made for probable outflow of resources to settle the present obligation as a result of a past event and the same is reviewed at each Balance Sheet date.

6. INVESTMENTS

Non-Current Investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary in the opinion of the management.

7. IMPAIRMENT OF ASSETS

Financial assets:

The Company assesses at each balance sheet date whether there is any objective evidence that a financial asset or group of financial assets is impaired. If any such indication exists, the Company estimates the amount of impairment loss. The amount of loss for short-term receivables is measured as the difference between the assets carrying amount and the undiscounted amount of future cash flows. Reduction, if any, is recognised in the statement of profit and loss. If at the balance sheet date there is any indication that a previously assessed impairment loss no longer exists, the recognised impairment loss is reversed, subject to the maximum of the initial carrying amount of the short-term receivable.

Other than financial assets:

The Company assesses at each balance sheet date whether there is any indication that a non-financial asset including goodwill may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash-generating unit to which the asset belongs to is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost. In respect of goodwill, the impairment loss will be reversed only when it was caused by specific external events of an exceptional nature that is not expected to recur and their effects have been reversed by subsequent external events.

8. PROVISION FOR CURRENT AND DEFERRED TAX

Income Tax

The current charge for income taxes is calculated in accordance with the relevant tax regulations. Tax liability for domestic taxes has been computed after considering the Minimum Alternate Tax (MAT). The excess tax paid under MAT provisions being over and above regular tax liability can be carried forward and set off against future tax liabilities



Notes to the Financial Statements for the year ended 31st March, 2023

computed under regular tax provisions. Accordingly, MAT credit has been recognized, wherever applicable on the balance sheet which can be carried forward for a period of ten years from the year of recognition.

Deferred tax:

Deferred tax assets and liabilities are recognised for the future tax consequences attributable to timing differences that result between the profit offered for income taxes and the profit as per the financial statements of the Company.

Deferred taxes are recognised in respect of timing differences which originate during the tax holiday period but reverse after the tax holiday period. For this purpose, the reversal of timing difference is determined using the first in first out method.

Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. The effect on deferred tax assets and liabilities of a change in tax rates is recognised in the period that includes the enactment/substantive enactment date.

Deferred tax assets on timing differences are recognised only if there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. However, deferred tax assets on the timing differences when unabsorbed depreciation and losses carried forward exist, are recognised only to the extent that there is a virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Deferred tax assets are reassessed for the appropriateness of their respective carrying amounts at each balance sheet date.

The Company offsets, on a year-on-year basis, the current and non-current tax assets and liabilities, where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis and also appropriate provision has been made in the books of accounts.

9. EMPLOYEE BENEFITS:

Short-term employee benefits, such as salaries, wages, performance incentives, etc. are recognized as an expense at actual amounts, in the Statement of Profit & Loss of the year in which the related service is rendered.

10. EARNINGS PER SHARE:

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period.



11. Borrowing cost

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset should be capitalized as part of the cost of that asset. The amount of borrowing costs eligible for capitalization should be determined in accordance with this Standard. Other borrowing costs should be recognized as an expense in the period in which they are incurred.

12. CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash and cash on deposit with banks and corporations. The Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

Previous Year's figures have been regrouped/ rearranged wherever necessary to confirm to the current year's presentation.

For Shyam C Agrawal & Co.
Chartered Accountants
Firm No. : 110243W



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For and on behalf of the Board of Directors
Lavesh Finance Limited.

[Handwritten signature: Niraj Chordia]

[Handwritten signature: Natwarlal Trivedi]

(Shyam C Agrawal)
Proprietor
M.No.: 031774

Niraj Chordia
Director
DIN - 02975795

Natwarlal Trivedi
Director
DIN-00077578

UDIN: 23031774BGVVNS1944

Place: Mumbai

Date : 30.08.2023