



INDEPENDENT AUDITOR'S REPORT

To the Members of
Canbank Factors Limited.
Report on the Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **Canbank Factors Limited** ("the company"), which comprise the Balance Sheet as of **March 31, 2024**, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under Section 133 of the Act read with The Companies (Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, its Profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are Independent of the Company in accordance with the Code of Ethics issued by The Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the standalone 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.





Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matter: Adequacy of classification and provisions in respect of debts factored.

Advances are classified as performing and non-performing assets in accordance with the prudential norms issued by RBI. The Company has a system of auto-classification of advances as NPA in accordance with the RBI Guidelines. However, the identification of NPA and the creation of provisions on such advances also involves key judgements relating to the performance of borrowers, determination of security value, sources of repayment, application of regulatory conditions, etc. Accordingly, our audit was focused on income recognition, asset classification and provisioning pertaining to advances due to the involvement of management judgement and considering the materiality of the balances.

Auditor's Response to Key Audit Matter

Principal Audit Procedures: We assessed the Company's system in place to identify the non-performing assets. Our audit approach consisted testing of the design and operating effectiveness of the internal controls and substantive testing as follows:

- Reviewed the operating effectiveness of the General IT controls over the key IT systems for the purpose of identification of nonperforming assets and provisioning thereon.
- Tested the relevant information technology systems used in identification and making provision for such NPA as per the RBI Guidelines including involvement of manual process and manual controls concerning income recognition, asset classification and provisioning about advances.
- Evaluated and tested the management estimates and judgements for the purpose of identification of NPA and adequacy of provision required as per RBI's Prudential Norms.






- Considered branch concurrent audit reports for identification and provisioning for nonperforming assets.
- Ensured exceptions noticed during our audit procedures were duly corrected.

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 but does not include the financial statements and our auditor's report thereon.

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

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

Responsibility of Management for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity 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 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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

[Handwritten Signature]
Mallya & Mallya
Bangalore
Chartered Accountants



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 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 standalone 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 Standards on Auditing 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 standalone financial statements.

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

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may 'reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 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 the paragraph 3 and 4 of the order.
2. As required by Section 143 (3) of the Act, we report that.
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid standalone 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) Management has represented that,
- i. To the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), 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;
 - ii. To the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies) 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; and
 - iii. Based on the audit procedure we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause i and ii contain any material misstatement.
- f) The company has not declared or paid any dividend during the year.





3. As required by the directions of The Comptroller & Auditor General of India in accordance with Section 143(5) of The Companies Act, 2013 and on the basis of such verification of the books and records as considered appropriate and available and according to the information and explanations given to us and as per the declarations given by the Company, we enclose in “Annexure – C” a statement on the matters specified in directions issued by The Comptroller & Auditor General of India.

Place: Bangalore
Date: 22-04-2024



For **Mallya & Mallya**
CHARTERED ACCOUNTANTS
FRN 001955S

CA PRASHANTH.C. S
PARTNER
M No.218355
UDIN: 24218355BKAMFD8904



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

Referred to in paragraph under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Canbank Factors Limited for the year ended 31st March 2024:

- a.
 - A. The Company has maintained proper records showing full particulars, including quantitative details and the situation of Property, plant and equipment
 - B. The Company has maintained proper records showing full particulars of intangible assets.
 - b. Property, plant and equipment have been physically verified by the management at reasonable intervals. We are informed that no material discrepancies were noticed on such verification.
 - c. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company does not hold any immovable properties as of 31st March 2024.
- ii. a. The Company is a service company, primarily rendering factoring services. It does not involve inventory. Consequently, comment on clause (ii) of the order is not applicable.
- b. As per the information and explanation given to us, the company has been granted working capital limits in excess of five crores from the parent group company on the basis of security against book debts and as verified by us book debts statements submitted by the company on monthly basis to its parent company is in agreement with its books of accounts.
- iii. The Company has not granted any loans to parties covered in the register maintained under section 189 of The Companies Act, 2013 ('the Act'). Consequently, comment on clause (iii) of the order is not applicable.
- iv. The Company has not made any loans and investments, covered by provisions of Sections 185 and 186 of the Act. Consequently, comment on clause (iv) of the order is not applicable.





- v. According to the information and explanation given to us, the Company has not accepted any deposits from the public. Consequently, comment on clause (v) of the order is not applicable.
- vi. As explained to us, maintenance of cost records has not been prescribed for the company by the Central Government under section sub-section (1) of Section 148 of The Companies Act, 2013 for any of the services rendered by the Company. Consequently, comment on clause (vi) of the Order is not applicable.
- vii.
- a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has generally been regular in depositing material undisputed statutory dues including provident fund, employee state insurance, income-tax, goods and service tax, cess, and other statutory dues, during the year with the appropriate authorities.
- b) Details of disputed statutory dues: The Company has filed an Appeal before the Commissioner of Appeals in respect of the demand raised (vide their order u/ s. 143(3) dated 31.12.2019) by the Income tax department for the AY 2017-18. The Company believes it has a strong case & stay of demand was allowed with 20% of payment of Rs.84.98 Lakhs on 26.02.2020. The appeal process is in progress & the outcome is unknown.
- viii. According to the information and explanations given to us, the company has not defaulted in repayment of loans/ borrowings from financial institutions or banks.
- ix. The Company did not raise any money by way of an initial public offer or further public offer (including debt instruments) and term loans during the period. Consequently, comment on clause (x) of the order is not applicable.
- x. According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during our audit.
- xi. The company is not a Nidhi Company and accordingly this clause is not applicable to the company. Accordingly, provision of this clause of the order is not applicable.
- xii. According to the information and explanations given to us, the transactions with the related parties are in compliance with Section 177 and 188 of the Act and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.





- a. Based on our verification the company has an internal audit system with the size and nature of its business.
 - b. The internal audit reports have been considered by us for carrying out an audit.
- xiii. 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 any non-cash transactions with directors or persons connected with him during the financial year under review.
- xiv.
- a) The Company is required to be registered under section 45-1A of the Reserve Bank of India Act, 1934 and accordingly the registration is obtained as NBFC-Factor with effect from 8th August 2014 vide registration number B02.00004.
 - b) Based on our verification company has conducted non-banking financial activities with valid certification of registration.
 - c) The company is not a core investment company accordingly provision of this clause of the order is not applicable
 - d) Since the above clause is not applicable comment on this is also not required.
- xv. According to the information and explanations given to us the company has not incurred any cash loss during the financial year and in the preceding financial year.
- xvi. During the year there is no resignation of the statutory auditor hence comment on this clause is not applicable.
- xvii. As per our verification there is no such material uncertainty exists
- a. During the period of the audit there is no unspent amount that needs to be transferred to the fund specified in Schedule VII of the Companies Act hence comment on this clause is not applicable.
 - b. During the year no such amount remained unspent under sub-section (5) of section 135 of the Companies Act, 2013. Hence comment on this clause is not applicable.





- xviii. As the report pertains to the Standalone financial statement of the company, accordingly provision of clause 3(xxi) of the order is not applicable.

Place: Bangalore
Date: 22-04-2024



For **Mallya & Mallya**
CHARTERED ACCOUNTANTS
FRN 001955S

CA PRASHANTH.C. S
PARTNER
M-No.218355
UDIN: 24218355BKAMFD8904



“Annexure - B” to the Independent Auditor’s Report

(Referred to in paragraph 2(f) under the 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Canbank Factors Limited for the year ended 31st March, 2024.)

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 Canbank Factors Limited (“the company”) as of 31st March, 2024 in conjunction with our audit of the standalone financial statements of the Company for the year ended 31st March, 2024.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by The Institute of Chartered Accountants of India (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 the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under The Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI 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 were 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; 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 authorizations of management and directors of the Company; and 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 controls over financial reporting were operating effectively as of 31st March, 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.

Place: Bangalore
Date: 22-04-2024



For **Mallya & Mallya**
CHARTERED ACCOUNTANTS
FRN 001955S

CA PRASHANTH.C. S
PARTNER
M No.218355
UDIN: 24218355BKAMFD8904



“Annexure - C” to the Independent Auditor’s Report

Statement on the matters specified in directions issued by The Comptroller and Auditor General of India in accordance with Section 143(5) of The Companies Act, 2013

(Referred to in paragraph 3 under “Report on Other Legal and Regulatory Requirements” section of our report of even date)

Direction	Reply
i. Whether the company have a system in place to process all the accounting transactions through the IT system? If yes, implications of processing accounting transactions outside the IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	Yes, the company has adequate systems in place to process all the accounting transactions through its IT system. There are no financial implications on the process of accounting transactions outside the IT system.
ii. Whether there is any restructuring of an existing loan or cases of waiver/write-off of debts/ loans/ interest etc., made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for?	There are no cases of waiver/write-offs of debts/loans/interest etc., made by the lender to the company
iii. Whether funds (grants/subsidy etc.) received / receivable for specific schemes from the Central/State Government or its agencies were properly accounted for / utilized as per its terms and conditions? List the cases of deviation.	No Grants were received from the central government during the year of the audit.

Place: Bangalore
Date: 22-04-2024

For **Mallya & Mallya**
CHARTERED ACCOUNTANTS
FRN 001955S

CA PRASHANTH.C. S

PARTNER

M No.218355

UDIN: 24218355BKAMFD8904

M/S CANBANK FACTORS LIMITED
67/1, KANAKAPURA MAIN ROAD BASAVANAGUDI, BANGALORE, KARNATAKA - 560004
CIN : U85110KA1991PLC011960
BALANCE SHEET AS AT 31.03.2024

(Rs in Lakhs)


Particulars	Notes	As at 31st March 2024	As at 31st March 2023
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2.01	2,000.00	2,000.00
(b) Reserves & Surplus	2.02	10,900.31	10,629.89
		12,900.31	12,629.89
(2) Share application money pending allotment		-	-
(3) Non-Current Liabilities			
(a) Long-term borrowings		-	-
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities		-	-
(d) Long-term Provisions	2.03	93.03	63.72
		93.03	63.72
(4) Current Liabilities			
(a) Short-term Borrowings	2.04	45,575.45	37,047.49
(b) Other Current Liabilities	2.05	808.62	508.25
(c) Short-term Provisions	2.03	4,967.94	5,035.62
		51,352.01	42,591.36
Total		64,345.35	55,284.97
II. ASSETS			
(1) Non-current assets			
(a) Property Plant and Equipment and Intangible assets			
(i) Property, Plant and Equipment	2.06	19.58	23.98
(ii) Intangible assets		-	-
(b) Non- Current Investments	2.07	-	-
(c) Deferred tax Assets (net)	2.08	4,501.83	4,587.39
(d) Long term Loans & Advances	2.12	-	-
(e) Other Non- Current Assets	2.09	26.91	29.40
		4,548.32	4,640.77
(2) Current assets			
(a) Current investments	2.07	-	-
(b) Inventories		-	-
(c) Trade Receivables	2.10	58,804.88	50,071.99
(d) Cash and Bank Balances	2.11	500.61	0.66
(e) Short term Loans & Advances	2.12	491.54	452.25
(f) Other Current Assets	2.09	-	119.30
		59,797.03	50,644.20
Total		64,345.35	55,284.97
Significant Accounting Policies and Notes on Accounts	1 & 2		0.00


For and on behalf of the Board of Directors


Canbank Factors Limited

As per our attached report of even date


For **Mallya & Mallya**
Chartered Accountants
Firm Regn No. 0019555


HARDEEP SINGH AHLUWALIA
Chairman
DIN:09690464


ANANTHAN SRINIVASAN
Independent Director
DIN:02123959


BASANT SETH
Independent Director
DIN:02798529


CA Prasanth CS
Partner
M. No. 218355
UDIN: 242183550KAMFD8904


DR RAJID KUMAR SAHOO
Managing Director
DIN:09033877


GYANA RANJAN SARANGI
Nominee Director
DIN:09412614


RAVI CHATTERJEE
Independent Director
DIN:03312963


SREEPATHY SUBBARAO
Nominee Director
DIN:09638305


GOVIND SOLANKI
Senior Executive Vice President


HELEN D JOY
CFO & Company Secretary

Date:22.04.2024

M/S CANBANK FACTORS LIMITED
67/1, KANAKAPURA MAIN ROAD BASAVANAGUDI, BANGALORE, KARNATAKA - 560004
CIN : U85110KA1991PLC011960

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2024

(Rs in Lakhs)


Particulars	Notes	For the Year Ended 31st March 2024	For the Year Ended 31st March 2023
I. Revenue from Operations	2.13	5,545.25	6,119.33
II. Other Income	2.14	2.91	2.84
III. Total Revenue (I + II)		5,548.15	6,122.17
IV. Expenses:			
Employee Benefit Expenses	2.15	468.61	468.01
Other Expenses	2.16	1,198.96	1,839.30
Finance costs	2.17	3,517.93	3,059.74
Depreciation and Amortization expenses	2.06	6.25	8.68
IV. Total Expenses		5,191.75	5,375.73
V. Profit Before Exceptional and Extraordinary Items and Tax (III - IV)		356.41	746.44
VI. Exceptional Items and Extraordinary Items		-	-
VII. Profit/(Loss) Before Tax (V - VI)		356.41	746.44
VIII. Tax Expense:			
(1) Current tax			-
(2) Deferred tax		85.56	243.88
(3) Prior Period Tax			
Total Tax Expense		85.56	243.88
IX. Profit/(Loss) after tax		270.85	502.56
X. Earnings Per Equity Share	2.26		
(1) Basic		1.35	2.51
(2) Diluted		1.35	2.51
Significant Accounting Policies and Notes on Accounts	1 & 2		


For and on behalf of the Board of Directors

Canbank Factors Limited

As per our attached report
of even date

For **Mallya & Mallya**
Chartered Accountants
Firm Regn No. 001955S


HARDEEP SINGH AHLUWALIA
Chairman
DIN:09690464


ANANTHAN SRINIVASAN
Independent Director
DIN:02123959


BASANT SETH
Independent Director
DIN:02798529


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Partner
M. No. 218355
UDIN: 24218355BKA MF08904


DR RAJIB KUMAR SAROO
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DIN:03312963


SREEPATHY SUBBARAO
Nominee Director
DIN:09638305


GOVIND SOLANKI
Senior Executive Vice President


HELEN D JOY
CFO & Company Secretary

Date:22.04.2024
Place: Bengaluru

M/S CANBANK FACTORS LIMITED
67/1, KANAKAPURA MAIN ROAD BASAVANAGUDI, BANGALORE, KARNATAKA - 560004
CIN : U85110KA1991PLC011960
CASH FLOW STATEMENT FOR THE YEAR ENDING 31ST MARCH 2024

(Rs in Lakhs)

Particulars	For the Year Ended 31st March 2024	For the Year Ended 31st March 2023
A. Cash flows from Operating activities		
Profit before tax	356.41	746.44
Adjusted for:		
Depreciation and amortization	6.25	8.68
Interest income	(1.58)	(2.29)
Bad Debts/advances written off	513.42	1,225.07
Finance Cost	3,517.93	3,059.74
Profit on Sale of Property, Plant and Equipments	(0.17)	(0.55)
Excess Provision Reversed	(513.42)	(1,225.07)
Loss on Sale of Property, Plant and Equipments	-	-
Provision for doubtful debts and advances	-	-
Operating profit before working capital changes -	3,878.85	3,812.02
Movement in working capital		
Increase/ decrease in trade receivables	(8,732.89)	12,261.42
Increase/ decrease in Inventories	-	-
Increase/ decrease in short loans and advances	(39.29)	155.89
Increase/ decrease in other current assets	119.30	43.96
Increase/ decrease in other non current assets	2.49	141.29
Increase/ decrease in Short term provision	(67.68)	(1,216.11)
Increase/ decrease in other current liabilities	300.37	(94.28)
Increase/ decrease in other long term Provisions	29.32	17.87
Cash generated from operations	-	-
Direct taxes paid (net of refunds)	-	-
Net cash from operating activities	(4,509.53)	15,122.07
B. Cash flows from Investing activities		
Purchase of fixed assets (including capital advances)	(2.44)	(2.77)
Proceeds from sale of fixed assets	0.32	0.69
Increase/ decrease in current investment	-	-
Dividend and Interest Income	-	-
Net cash used for investing activities -	(2.12)	(2.08)
C. Cash flows from Financing activities		
Issue or proceeds from Share Capital	-	-
Repayment of Short term borrowings	8,527.96	(12,062.28)
Finance cost	(3,517.93)	(3,059.73)
Interest income	1.58	2.29
Net cash from (used for) financing activities -	5,011.61	(15,119.72)
Exchange differences on translation of foreign currency cash and cash equivalents	-	-
Net increase in cash and cash equivalents (A+B+C)	499.95	0.26
Cash and cash equivalents at the beginning of the year	0.66	0.40
TOTAL	500.61	0.66
Cash and cash equivalents at the end of the year	500.61	0.66

For and on behalf of the Board of Directors

Canbank Factors Limited


HARDEEP SINGH AHLUWALIA
 Chairman
 DIN:09690464


ANANTHAN SRINIVASAN
 Independent Director
 DIN:02123959


BASANT SETH
 Independent Director
 DIN:02798529

As per our attached report of even date

For **Mallya & Mallya**
 Chartered Accountants
 Firm Regn No. 0019555


CA Prashanth GS
 Partner
 M. No. 218355
 UDIN: 24218355BKAMF08904



DR RAJIB KUMAR SAHOO
 Managing Director
 DIN:09033877


GYANA RANJAN SARANGI
 Nominee Director
 DIN:09412614


RAVI CHATTERJEE
 Independent Director
 DIN:03312963


SREEPATHY SUBBARAO
 Nominee Director
 DIN:09638305


GOVIND SOLANKI
 Senior Executive Vice President


HELEN D JOY
 CFO & Company Secretary

Date:22.04.2024
 Place: Bengaluru

CANBANK FACTORS LIMITED

1. SIGNIFICANT ACCOUNTING POLICIES

COMPANY OVERVIEW

Canbank Factors Limited, a subsidiary of Canara Bank is registered with Reserve Bank of India as a non-banking, non-deposit taking and systemically important Company. The Company is carrying on the business of factoring with a network of 9 branches and 1 TReDS Unit across India. The Company has got registration from RBI with effect from 8th August, 2014.

1 SIGNIFICANT ACCOUNTING POLICIES

1.1 ACCOUNTING CONVENTION

The accounts have been prepared under the historical cost convention.

1.2 USE OF ESTIMATES

The preparation of financial statements in conformity with Indian GAAP requires management to make judgments estimates and assumptions that affect the reported balances, revenues, expenses, assets, liabilities and disclosures relating to contingent liabilities at the end of the reporting period. However, these estimates are based on 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 and liabilities in future periods.

1.3 REVENUE RECOGNITION

Income is accounted on accrual basis in terms of the guidelines issued by the Reserve Bank of India for Non-Banking Financial Companies. In respect of Non-Performing Assets (NPA's), no income is recognized/ accrued after it is classified as NPA and any income recognized before the asset became NPA and remaining unrealized is reversed. However, amount received in excess of book value of NPA's is treated as other receipts under revenue from Operations.

Discount charges:

Income is considered to accrue on time basis on the balances in the Prepayment Accounts at the rate of discount applicable.

Factoring charges:

Income is considered to accrue on the amount of debts factored at the applicable rate.

Processing charges:

Income is considered in full at the time of sanction of the factoring limits by the Company.

Interest on Investments:

Income is considered to accrue on time basis.

1.4 INVESTMENTS

All Investments are valued on individual basis. Long-term investments are valued at cost. Premium, if any, paid in excess of the fair value is amortized over the remaining period.

1.5 FIXED ASSETS

Fixed Assets are valued at cost (inclusive of installation and other direct incidental expenses) less accumulated depreciation. Assets purchased but given on Lease are capitalized on installation at cost, net of cenvat.



1. SIGNIFICANT ACCOUNTING POLICIES

1.10 RETIREMENT BENEFITS

The Provident Fund contribution for the directly recruited employees is a defined contribution scheme and is being remitted to the Regional Provident Fund Commissioner and accounted for on accrual basis and the Company has no further liability beyond its monthly contributions.

Gratuity is a defined benefit obligation for directly recruited employees. The company has taken a group gratuity policy from LIC of India. The liability for future gratuity benefits is accounted based on actuarial valuation as at the end of each year as disclosed by LIC of India. Further, a separate valuation from an approved Actuarial valuer has been taken by the company as per the requirement of AS-15 Standard.

The Company modified the terminal benefit provision to include the leave salary for the Directly Recruited Employees of the company (The leave salary was not a part of terminal benefits till 31.03.2021). The Company has taken an Actuarial Valuation of the Leave Salary Liability from an Approved Actuarial valuer as at 31st March, 2021 and the provision has been made accordingly in the Books of accounts complying with the requirement of AS-15. As regards the payment of liability, it shall be accounted and be paid as and when the claim arises by debiting against the provision made in the books.

1.11 BORROWING COST

Borrowing Cost that is attributable to construction of fixed assets is capitalized as part of such assets for the period up to the date of installation. All other borrowing costs are charged to revenue on accrual basis. However, other expenses incidental to borrowings like stamp duty, I.P. Commission etc are charged off at the time of incidence.

1.12 FOREIGN EXCHANGE TRANSACTION

- a) Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction.
- b) Current assets and current liabilities are translated at the year-end rate.
- c) The differences between the rate prevailing on the date of the transaction and on the settlement and also on translation of current assets and current liabilities at the end of the year are recognized as income or expenditure as the case may be and are adjusted in the statement of Profit & Loss accordingly.
- d) Liability on account of Exchange difference in respect of foreign currency loans utilized for the purpose of acquiring fixed assets and outstanding on the balance sheet date is added to the cost of the fixed assets. Exchange difference on such loan installments paid during the year is accounted for as revenue expense.
- e) In respect of Foreign Exchange Contracts, the difference between the forward rate and the exchange rate at the date of the transaction is recognized as income or expense over the life of the contract, except in respect of liabilities incurred for acquiring fixed assets in which case, such difference should be adjusted in the carrying amount of the respective fixed assets.
- f) Any profit or loss arising on cancellation or renewal of a forward exchange contract is recognized as income or as expense for the period, except in case of a forward exchange contract relating to liabilities incurred for acquiring fixed assets, in which case, such profit or loss should be adjusted in the carrying amount of the respective fixed assets.



NOTES ON ACCOUNTS FOR THE YEAR ENDED 31.03.2024

2.01 SHARE CAPITAL

(Rs in Lakhs)

Particulars	As at 31st March 2024 ₹ Lakhs	As at 31st March 2023 ₹ Lakhs
AUTHORIZED SHARES 10,00,00,000 Equity Shares of Rs.10/-each	10,000.00	10,000.00
ISSUED, SUBSCRIBED AND FULLY PAID UP SHARES 2,00,00,000 Equity Shares of Rs .10/- each	2,000.00	2,000.00

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

Particulars	31st March 2024		31st March 2023	
	No Of Shares (In Lakhs)	₹ Lakhs	No Of Shares (In Lakhs)	₹ Lakhs
Equity Shares				
At the beginning of the period	200	2,000	200.00	2,000
Issued during the period	-	-	-	-
Outstanding at the end of the period	200	2,000	200.00	2,000

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

Out of equity shares issued by the company, shares held by its holding company, ultimate holding company and their subsidiaries/ associates are as below:

Particulars	As at 31st March 2024 ₹ Lakhs	As at 31st March 2023 ₹ Lakhs
Canara Bank , the Holding Company		
1,40,00,000 equity shares of ₹ 10 each fully paid	1,400.00	1,400.00
SIDBI, Co promoters		
40,00,000 equity shares of ₹ 10 each fully paid	400.00	400.00
Union Bank of India		
20,00,000 equity shares of ₹ 10 each fully paid	200.00	200.00

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

Particulars	31st March 2024		31st March 2023	
	No Of Shares (In Lakhs)	% holding in the class	No Of Shares (In Lakhs)	% holding in the class
Equity shares of ₹ 10 each fully paid				
Canara Bank , the Holding Company	140	70%	140	70%
SIDBI, Co promoters	40	20%	40	20%
Union Bank of India	20	10%	20	10%

Shares held by promoters at the end of the year

Promoter Name	No Of Shares (In Lakhs)	% of total shares	% Change during the year
Canara Bank (Parent Company)	140	70%	-
SIDBI	40	20%	-
Union Bank of India	20	10%	-

d. Terms / rights attached to equity shares:

The Company has only one class of shares referred to as equity shares having a par value of ₹ 10/- each. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of the 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 equity share holders.

e. Stock Option Plans:

The Company has no stock option Plans.

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

The Company has not issued any bonus shares or shares for consideration other than cash or bought back any shares during the period of five years immediately preceding the reporting date.



(a) The particulars of provision for bad and doubtful debts are given as under: -

Particulars	2023-24	2022-23
	(₹ Lakhs)	(₹ Lakhs)
Balance as at beginning of the year	4,720.37	5,435.76
Add: Provision made during the year	205.71	458.10
Total	4,926.08	5,893.86
Less: Written off /excess written back	513.42	1,173.49
Balance as at the end of the year	4,412.66	4,720.37

In terms of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 as amended dated 19th October 2023 provision for doubtful assets have been made. As per that circular, the provision is not netted from gross advances (Factored Debts) but shown separately under "Provisions" in the Balance Sheet.

2.04 SHORT - TERM BORROWINGS

Particulars	As at 31st March 2024 ₹ Lakhs	As at 31st March 2023 ₹ Lakhs
Overdraft from Canara Bank	2,575.45	22,047.49
Commercial Paper (CP)	-	-
Working Capital Demand Loan - Canara Bank	43,000.00	15,000.00
Deposits	-	-
TOTAL	45,575.45	37,047.49

The borrowing from Canara Bank is secured by a charge on Debts factored and repayable on demand and carries interest @ Marginal cost of funds based lending rate (MCLR).

2.05 OTHER CURRENT LIABILITIES

Particulars	As at 31st March 2024 ₹ Lakhs	As at 31st March 2023 ₹ Lakhs
Sundry Liability and others	90.47	77.56
Discount Charges received In Advance	715.69	429.09
Credit Balances In Client's A/Cs.	-	-
Interest accrued but not due (Canara Bank -WCDL)	-	-
Sundry Liability - Cut Back Margin	1.03	1.60
Duties & Taxes	1.43	-
Gratuity Contribution (deficit) - LIC	-	-
Branch Adjustment	-	0.00
TOTAL	808.62	508.25

Details of dues to Micro and Small Scale Enterprises as defined under the MSMED Act, 2006:

Particulars	As at 31st March 2024 ₹ Lakhs	As at 31st March 2023 ₹ Lakhs
	MSME	NON MSME
The principle amount and the interest due there on remaining unpaid to any supplier as at the end of each accounting year:		
- Principle amount due to micro small enterprises	NIL(*)	NIL
- Interest due on above	NIL(*)	NIL

*Details of dues to micro and small scale enterprises as defined under MSMED, 2006:

The Company has not received any intimation from the suppliers regarding their status under Micro, Small & Medium Enterprises Development Act, 2006. Hence no disclosure is made in respect of:

- Amount due and outstanding to suppliers as at the end of the accounting year.
- Interest paid during the year.
- Interest due and payable at the end of the accounting year.
- Interest accrued and unpaid at the end of the accounting year.

DETAILS TO TRADE PAYABLES:

Particulars	As at 31st March 2024 ₹ Lakhs	As at 31st March 2023 ₹ Lakhs
(i) Total outstanding dues of micro enterprises and small enterprises	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	-	-

2.07 INVESTMENTS

Particulars	Non-Current		Current	
	As at 31st March 2024 ₹ Lakhs	As at 31st March 2023 ₹ Lakhs	As at 31st March 2024 ₹ Lakhs	As at 31st March 2023 ₹ Lakhs
TOTAL	-	-	-	-



2.06 FIXED ASSETS

	GROSS BLOCK				DEPRECIATION				NET BLOCK		
PARTICULARS	AS AT 01-04-2023	ADDITIONS DURING THE YEAR	ADJUSTME NT DURING THE YEAR	TOTAL AS AT 31-3-2024	DEPRECIAT ION UPTO 01-04-2023	DEPRECIATIO N FOR THE YEAR	ADJUSTME NT DURING THE YEAR	DELETION DURING THE YEAR	TOTAL AS AT 31-03-2024	W D V AS AT 31-03-2024	W D V AS AT 31-3-2023
TANGIBLE ASSETS:											
COMPUTER DEVICES	171.17	0.00	12.76	158.42	161.63	3.14	1.38	12.74	153.42	5.00	9.54
FURNITURES & FIXTURES	69.98	0.27	10.11	60.14	67.04	0.16	0.00	10.06	57.13	3.01	2.94
ELECTRICAL INSTALLATIONS	53.66	1.91	2.90	52.67	47.76	1.30	(0.04)	2.86	46.16	6.51	5.91
VEHICLES	12.29	0.00	0.04	12.25	8.18	1.29	(0.91)	0.04	8.53	3.73	4.12
OFFICE EQUIPMENTS	26.58	0.27	1.66	25.19	25.11	0.35	(0.01)	1.61	23.85	1.34	1.47
ASSETS GIVEN ON LEASE (Plant & Machinery)	-	-	-	-	-	-	-	-	-	-	-
Total Tangible Assets- I	333.69	2.44	27.47	308.67	309.71	6.25	0.43	27.31	289.09	19.58	23.98
INTANGIBLE ASSETS:											
SOFTWARE	106.73	-	-	106.73	106.73	-	-	-	106.73	-	-
Total Intangible Assets- II	106.73	-	-	106.73	106.73	-	-	-	106.73	-	-
GRAND TOTAL (I+II)	440.42	2.44	27.47	415.39	416.44	6.25	0.43	27.31	395.82	19.58	23.98
PREVIOUS YEAR TOTAL	443.03	2.77	5.38	440.42	413.01	8.68	-	5.25	416.44	23.98	30.02



Trade Receivables Ageing Schedule*

Particulars	Outstanding for following Periods from due date of Payment					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Trade Receivables - Considered Good	53,592.17	1,386.56	-	-	-	54,978.73
Restructured-Standard	-	-	-	-	-	-
Undisputed trade Receivable - Considered Doubtful	-	-	-	-	-	-
Disputed Trade Receivables - Considered Good	-	-	-	-	-	-
Disputed Trade Receivables - Considered Doubtful	-	-	20.88	0.00	9,873.39	9,894.27



In terms of Accounting Policies No.1.7 based on RBI guidelines, the Debts Factored & Other Debts and Funds-in-use (FIU) of the Company have been classified as under:-

Particulars	(Amount ₹ Lakhs)		(Amount ₹ Lakhs)	
	31st March 2024		31st March 2023	
	Debts Factored & Other Debts	Funds-in-use	Debts Factored & Other Debts	Funds-in-use
Standard Asset	55,212.62	53,675.67	46,704.30	44,788.21
Sub-standard Asset	315.48	294.76	916.22	721.44
Doubtful Asset	3,486.36	1,450.71	5,352.06	2,466.50
Loss Asset	5,858.53	3,383.74	3,678.57	2,215.14
TOTAL	64,872.99	58,804.88	56,651.15	50,191.29

Movement of NPA's :-

Particulars	(₹ In Lakhs)	(₹ In Lakhs)
	31.3.2024	31.03.2023
Opening Balance	5,403.09	6,283.01
Add: Additions during the year	311.72	1,007.87
Total	5,714.81	7,290.88
Less:-		
(1) Realisation/ reduction during the year including OTS	72.18	469.91
(2) Recovered and Closed During the Year (without Book Liability write off)	-	-
(3).Recovered and Closed During The Year (with Book Liability write off)	-	192.81
(4).Write off during the year (Prudential)	513.42	1,225.07
(5) Adjustments	-	-
Closing Balance	5,129.21	5,403.09
Provision for NPA's	4,412.66	4,720.36
NET NPA	716.55	682.73

2.11 CASH AND BANK BALANCES

Particulars	Non-current		Current	
	As at 31st March 2024 ₹ Lakhs	As at 31st March 2023 ₹ Lakhs	As at 31st March 2024 ₹ Lakhs	As at 31st March 2023 ₹ Lakhs
Cash and Cash equivalents				
Balances with Banks				
- In Current Account	-	-	500.36	0.38
- In Deposit Account	-	-	-	-
Cash on Hand	-	-	0.26	0.28
Cheques in Transit	-	-	-	-
TOTAL	-	-	500.61	0.66

2.12 LOANS & ADVANCES

Particulars	Long Term		Short Term	
	As at 31st March 2024 ₹ Lakhs	As at 31st March 2023 ₹ Lakhs	As at 31st March 2024 ₹ Lakhs	As at 31st March 2023 ₹ Lakhs
Income Tax	-	-	369.93	381.86
Unsecured and considered good:				
Gratuity Contribution Account	-	-	-	2.44
GST Input credit - Receivable	-	-	80.15	47.10
Discount on Commercial Paper(CP)	-	-	-	-
Advances- Others	-	-	34.81	17.24
Prepaid Rates,Taxes,Others	-	-	6.65	3.61
Inter Branch Adjustment	-	-	-	-
TOTAL	-	-	491.54	452.25



2.16 OTHER EXPENSES

Particulars	As at 31st March 2024 ₹ Lakhs	As at 31st March 2023 ₹ Lakhs
Payment to Auditors	3.60	3.85
Rent, Rates & Taxes	121.76	122.74
Stationeries	6.77	7.20
Postage, Telephone, Telex & Fax	10.34	11.13
Travelling and Conveyance	30.35	27.56
Business Development Expenses	3.33	3.24
Advertisement And Publicity	0.18	0.79
Directors Sitting Fees	7.80	7.20
Repairs and Maintenance (Including AMC)-Regrouped	9.24	1.30
Repairs and Maintenance -- Others	2.38	19.23
Power & Fuel	2.21	-
Insurance -Fixed Asset	0.02	-
Insurance -Vehicle	0.18	0.25
Electricity Charges	13.78	13.71
Transaction Fees-Treds	122.45	92.41
Cersal Assignment Charges-Treds	6.13	5.28
Legal And Professional Charges	53.47	54.05
Life cover Premium	1.22	-
Membership Fees & Subscription to Periodicals	0.82	1.00
House keeping charges & office maintainace	42.30	40.38
Miscellaneous Expenses -Others	4.07	0.48
CSR	1.90	0.64
Provision for Standard Assets	35.55	(42.61)
Provision for Doubtful Debts	205.71	244.38
Bad Debts Written Off	513.42	1,225.07
Round off	(0.01)	0.02
TOTAL	1,198.96	1,839.30

(1) The Company is eliglble to claim 50% of ITC in view of a specfeic provisions In GST laws.

(2) This includes expenditure incurred for filing of Mortgage/ Recovery Suits In respect of NPA accounts In the ordinary course of business

(3) Details of Bad Debts written off during the year

CLIENT NAME	BRANCH	AMOUNT(₹ in lakhs)
M/s Polylogic International Private Limited	Indore	513.42

(4) Break- up for Auditors' Remuneration :

Particulars	As at 31st March 2024 ₹ Lakhs	As at 31st March 2023 ₹ Lakhs
Audit Fees	3.00	3.00
For Certification etc.,*	0.60	0.85
Out of Pocket Expenses	0.00	0.00
TOTAL	3.60	3.85

2.17 FINANCE COSTS

Particulars	As at 31st March 2024 ₹ Lakhs	As at 31st March 2023 ₹ Lakhs
Interest On WCDL from Canara Bank	1,819.24	2,209.17
Interest On Bank Borrowings	1,679.66	376.43
Interest on Short Term Loans from Banks	-	-
Discount on Commercial Paper(CP)	-	440.43
Bank Charges	19.04	33.71
TOTAL	3,517.93	3,059.74



b) Key Managerial Personnel & Remuneration		Rs. in Lakhs	
Particulars		As at 31st March 2024 ₹ Lakhs	As at 31st March 2023 ₹ Lakhs
1. Dr. Rajib Kumar Sahoo	Managing Director	27.02	25.89
2. Mrs. Pooja Rajesh Gulabani	CFO & Company Secretary	1.70	7.89
3. Mrs. Helen D Joy	CFO & Company Secretary	5.01	-

II) Transactions with related Parties:

a) Canara Bank-Type of Transaction	As at 31st March 2024 ₹ Lakhs	As at 31st March 2023 ₹ Lakhs
Overdraft Facility limit Sanctioned against Book Debts (Short Term Borrowings)	48,000.00	48,000.00
Outstanding Bank liability	45,575.45	37,047.49
Interest and Bank charges Paid	3,517.93	3,059.74
Number of Employees deputed from Bank	4 Nos	4 Nos
Salary and other employee benefits reimbursed to parent Bank for deputed staff (Including Managing Director's Salary and related benefits of Rs. in 27.02 lakhs (PY: Rs. In 25.89 lakhs)	107.58	92.86
Rent paid (Canara Bank premises)	21.98	21.83

There are no transactions carried out with SIDBI and Union Bank of India formerly known as Andhra Bank

b) Canbank Computer Service Limited

Type of Transaction	For the year ended 31st March 2024 ₹ Lakhs	For the year ended 31st March 2023 ₹ Lakhs
Charges for resource provided for E-Factoring software	-	-
R&T Charges - Maintenance of Folios in electronic mode	4.20	8.57

C.) Canbank Factors Employees Gratuity Fund Trust-Type of Transaction	For the year ended 31st March 2024 ₹ Lakhs	For the year ended 31st March 2023 ₹ Lakhs
Contribution from the Company	2.00	2.00

2.21 LEASES

Obligations on Long Term Non-Cancellable Operating Leases

The lease rentals charged during the period and the maximum obligations on long term non-cancellable operating leases payable as per the rentals stated in the respective agreements for office premises are as follows:

Particulars	For the year ended 31st March 2024 ₹ Lakhs	For the year ended 31st March 2023 ₹ Lakhs
Lease rentals recognized during the period;	-	-

Lease Obligations Payable	For the year ended 31st March 2024 ₹ Lakhs	For the year ended 31st March 2023 ₹ Lakhs
Not later than one year	-	-
Later than one year and not later than five years	-	-
Later than five years	-	-

2.22 IMPAIRMENT OF ASSETS

During the year, the Company has adopted the useful life for various categories of the Fixed Assets as provided in Schedule-II of the Companies Act, 2013 and accordingly reviewed all the Assets. On review, the impairment, if any, had already been taken note of and adjusted as Depreciation and charged to P & L Account. In respect of other Assets, the WDV has been carried in such a way that 95% of the original cost of the Asset will be depreciated over the useful life of the Asset and the residual/ resale value in no case shall be more than 5% of the Original Cost. Therefore, there are no indications of potential impairment loss in respect of assets for recognition under this Standard.



Note : An Independent Actuarial Valuation report from a qualified Actuary has been obtained as required under AS-15. As per summary results, the present value of defined benefit obligation is Rs. 120.67 Lakhs. However, the company has adopted a conservative approach and retained the defined obligation at Rs. 127.60 Lakhs as provided by LIC.

**2.26 Disclosure In Respect of Compensated Leave Absenses
Change in Present value of Defined Benefit Obligations**

Particulars	₹ in Lakhs	
	31-03-2024	31-03-2023
Present Value of DBO at beginning of period	46.74	39.12
Current Service cost	4.50	5.77
Interest cost	3.16	2.70
Past Service Cost (Vested Benefits)	-	-
Past Service Cost (Non Vested Benefits)	-	-
Benefits paid by the company	(9.10)	(5.11)
Actuarial (gains)/ losses	14.41	4.26
Present Value of DBO at the end of period	59.71	46.74

Change in Fair Value of Plan Assets

Particulars	31-03-2024	31-03-2023
Fair value of Plan assets at beginning of period	-	-
Expected return on plan assets	-	-
Actual Company contributions	9.10	5.11
Benefits paid by the company	(9.10)	(5.11)
Actuarial gain/(loss) on plan assets	-	-
Fair value of Plan assets at the end of period	-	-

Amounts to be recognized in the balance sheet		31-03-2024	31-03-2023
Particulars			
Present value of Defined Benefit Obligation		59.72	46.74
Fair value of plan assets		-	-
Funded status [Surplus/(Deficit)]		(59.72)	(46.74)
Unrecognised Past Service Costs		-	-
Net asset/(liability) recognised in balance sheet		(59.72)	(46.74)

Expense to be recognized in the Profit & Loss Statement

Particulars	31-03-2024	31-03-2023
Current Service cost	4.50	5.77
Interest cost	3.16	2.71
Expected return on plan assets	-	-
Past Service Cost (Vested)	-	-
Past Service Cost(Non Vested)	-	-
Net Actuarial (Losses)/Gains	(14.41)	(4.26)
Total expense recognised in the Statement of Profit & Loss Statement	22.08	12.73

Movement in the liability recognized in the Balance Sheet

Particulars	31-03-2024	31-03-2023
Net asset/(liability) recognised in balance sheet at beginning of period	(46.74)	(39.12)
Employer expense	22.08	12.73
Employer contributions paid	(9.10)	(5.11)
Net asset/(liability) recognised in balance sheet at end of the period	(59.72)	(46.74)



2.30 DISCLOSURES AS PER C&AG DIRECTION

We have been advised by CAG to disclose in the Annual report the following information

Particulars	Remarks
(i) Pending Printed " Audited Para's"	NIL
(ii) Pending RII Matters	NIL
(iii) Pending Vigilance Cases	As per below

Name of the Party	M/s Arvind Remedies Ltd	M/s Rajat Pharmachem Ltd	M/s IAP Company Pvt Ltd	M/s. IMP Powers Ltd
Name of branch/office	Canbank Factors Ltd- Chennai Branch	Canbank Factors Ltd-Mumbai Branch	Canbank Factors Ltd- Delhi Branch	Canbank Factors Ltd - Mumbai Branch
Amount involved (Rs. in lakhs)	761.44	722.47	1306.28	1481.73
Fraud No	BAN00026201503-0001	BAN00026201104-0001	BAN00026201801-0001	BAN00026202202-0002
Date of first reporting	-	09.11.2011	22-01-2018	28.04.2022
(a) Date of filing recovery suit with DRT/Court	-	23.02.2011	20-11-2017 (U/s 138 of NI Act)	29.03.2022
b) Present position	No progress	Complaint under Section 138 of Negotiable Instruments Act, 1881 was filed which is listed on 20.03.2024 for hearing State Trading Corporation of India Vs. Rajat Pharmachem Ltd. C.S. (OS) 1923 of 2009 was transferred to Patiala House Court, New Delhi, and now bears no. Civil Suit No. 58006 of 2016 - The matter is listed on 29.07.2024 for arguments	Criminal Revision Petition 92/2022: The next date of hearing in the matter is 01.05.2024 and 306/2022: A record from the sanctioning authority is called in a sealed cover for the perusal of the court. The next date of hearing in the matter is 15.05.2024 . The liquidation order has already been passed by Hon'ble NCLT. The 15 th SCC meeting was held on 22.12.2023.	Sec 138 : Next date of hearing is 15.06.2024 NCLT Process is going on. Individual Insolvency Process initiated against all three guarantors. Further an application for IIP is already filed by another Financial Creditor STCI Finance Limited, hence recall of orders was not accepted in all the 3 matters, We may submit claims once called by the IRP.
CBI status	PNB has filed complaint with CBI, Chennai on behalf of all lenders including us (Except Allahabad Bank). We have handed over the documents to CBI for the purpose of Investigation. In the JLF meeting on 29.09.2015, it is informed that KYC submitted by investor company is forged. CBI and SEBI have requested the branch to produce some details, the same has been produced. No progress in the case.	Reported to CBI on 09.11.2011	CBI complaint filed on 09.02.2018 Charge sheet filed by CBI on 31.12.2020 and supplementary charge sheet filed on 07.04.2021. CBI Investigation is going on.	CBI complaint filed on 27.05.2022 CBI ACB Mumbai vide letter dated 21.02.2024 informed that they are returning the original complaint for taking necessary action in view of the judgement of Hon'ble Supreme Court to provide opportunity to the borrower to be heard before declaring the account as fraud Since the account was reported as Fraud on 28.04.2022 and Citing the Supreme Court Judgement dated 27.03.2023 wherein it is summarized that 'No opportunity of being heard is required before an FIR is lodged and registered' we have represented to CBI to register our complaint.



2.31 PRESENTATION OF AMOUNTS IN THE FINANCIAL STATEMENTS AND REGROUPING OF FIGURES

The financial Statements are presented in ₹ lakhs. Previous year's figures have been regrouped and recast wherever appropriate and necessary. During the year bad debts written back were and excess provision on the same has been disclosed under note 2.13 revenue from operations

For and on behalf of the Board of Directors
Canbank Factors Limited


HARDEEP SINGH AHLUWALIA
Chairman
DIN:09690464

As per our attached report of even date
For Mallya & Mallya
Chartered Accountants
Firm Regn No. 0019555


ANANTHAN SRINIVASAN
Independent Director
DIN:02123959


BASANT SETH
Independent Director
DIN:02798529


CA Prashanth CS
Partner
M. No. 218355
UDIN: 24218355BKAMFD8904


DR RASHI KUMAR SAHOO
Managing Director
DIN:09033877

GYANA RANJAN SARANGI
Nominee Director
DIN:09412614


RAVI CHATTERJEE
Independent Director
DIN:03312963


SREEPATHY SUBBARAO
Nominee Director
DIN:09638305


GOVIND SOLANKI
Senior Executive Vice President


HELEN D JOY
CFO & Company Secretary

Date:22.04.2024

Place: Bengaluru

Disclosure in accordance with RBI Master Direction Non-Banking Financial Institution RBI/DoR/2023-24/105 DoR.FIN.REC.No.45/03.10.119/2023-24 dated October 19, 2023 (updated on 21.03.2024)

Secured loan from bank	45575.45
SIDBI line of credit	0.00
Exempted deposits	0.00
Foreign currency line of credit(domestic)	0.00
Foreign currency line of credit(exports)	0.00
Short term unsecured loan/NCD's	0.00

*Please see note 1 below

3) Break up of Loans and Advances including bills receivables (other than those included in (4) below)	Amount outstanding
(a) Secured (Loan Against Property (LAP))	-
(b) Unsecured Advances (Bills factored : Funds in Use)	58,804.88
Total	58804.88

(b) Loans other than (a) above	NIL
--------------------------------	-----

5) Break up of Investments:	Amount outstanding
Current Investments :	
1. Quoted:	
(i) Shares: (a) Equity	NIL
(b) Preference	NIL
(ii) Debentures and bonds	NIL
(iii) Units of mutual funds	NIL
(iv) Government Securities	NIL
(v) Others (Specify)	NIL
2. Unquoted	
(i) Shares: (a) Equity	NIL
(b) Preference	NIL
(ii) Debentures and bonds	NIL
(iii) Units of mutual funds	NIL
(iv) Government Securities	NIL
(v) Others (Specify)	NIL



2. Investments	NIL	NIL
(1) Value of Investments (i) Gross Value of Investments (a) In India (b) Outside India, (ii) Provisions for Depreciation (a) In India (b) Outside India, (iii) Net Value of Investments (a) In India (b) Outside India. (2) Movement of provisions held towards depreciation on investments. (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	NIL	NIL
3. Derivatives 3.1 Forward rate Agreement/Interest Rate Swap (i) The notional principal of swap agreements (ii) Losses which would be incurred if counterparties failed to fulfil their obligations under the agreements (iii) Collateral required by the applicable NBFC upon entering into swaps (iv) Concentration of credit risk arising from the swaps \$ (v) The fair value of the swap book @	NIL	NIL
3.2 Exchange Traded Interest Rate (IR) Derivatives (i) Notional principal amount of exchange traded IR derivatives undertaken during the year (Instrument-wise) (ii) Notional principal amount of exchange traded IR derivatives outstanding as on 31st March (Instrument-wise) (iii) Notional principal amount of exchange traded IR derivatives outstanding and not "highly effective" (Instrument-wise) (iv) Mark-to-market value of exchange traded IR derivatives outstanding and not "highly effective" (Instrument-wise)	NIL	NIL
3.3 Disclosures on Risk Exposure in Derivatives (a) qualitative Disclosure : (b) Quantitative Disclosures (i) Derivatives (Notional Principal Amount) (ii) Marked to Market Positions [1] (a) Assets (b) Liability (iii) Credit exposures (iv) Unhedged Exposures	We do not have any position in Derivatives and Hence Not Applicable.	
3.4. Exposures	NIL	NIL
3.4.1 Exposure to Real Estate Sector	NIL	NIL
a) Direct Exposure (i) Residential Mortgages (ii) Commercial real estate (iii) Investments in Mortgage Backed Securities (MBS) and other securitised exposures -	NIL	NIL
3.5. Exposure to Capital Market	NIL	NIL
3.6. Details of financing of parent Company products	NIL	
a).Details of Single Borrower Limit(SBL)/ Group Borrower Limit(GBL) exceed by the NBFC	Current Year (31/03/24) RS in Lakhs	
a. Single Borrower Limit(SBL) (excluding NPA)	NIL	
b. Group Borrower Limit(GBL)	NIL	
10 (a)Registration obtained from other financial sector regulators	NIL	
(b) Disclosure of penalties imposed by RBI and other regulators	NIL	
10(a). Rating Assigned by credit rating Agencies and migration of ratings if any during the year.	Current Year (31/03/24)	
a. Short term debt programme - CRISIL Ratings	A1+	
b. Long term Bank Loan rating - CRISIL Ratings	AA/Negative	
11 Concentration of Deposits, Advances, Exposures ,and NPAs	NIL	
(a). Concentration of Deposits		
a.Total Deposits to twenty largest borrowers	NIL	
b. Percentage of Deposits to twenty largest borrowers	NIL	
(b)Concentration of Exposures		
a.Total Exposure to twenty largest borrowers	15250.03	
b. Percentage of exposures to twenty largest borrowers	25.93	
(c) Concentration of Advances		
a.Total Advances to twenty largest borrowers	15250.03	
b. Percentage of Advances to twenty largest borrowers	25.93	




22 Asset Liability Management as at 31st March, 2024


Maturity pattern of certain items of Assets and Liabilities

		(Rs. In Lakhs)									
Particulars	0 day to 7 days	8 days to 14 days	1 day to 30/31 day (1 month)	Over 1 month to 2 month	Over 2 month to 3 month	Over 3 month to 6 month	Over 6 month to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Liabilities:											
Borrowings from Banks	43000.00	0.00	0.00	0.00	0.00	0.00	2575.45	0.00	0.00	0.00	45575.45
Market Borrowings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Assets:											
Advances (Debits O/s = Standard Asset)	4143.09	2859.28	9261.48	16021.52	12514.70	10089.69	0.00	0.00	0.00	0.00	54889.76
InvestmentEnts	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

For and on behalf of the Board of Directors
Canbank Factors Limited


HARDEEP SINGH AHLUWALIA
Chairman
DIN : 09646943


ANANTHAN SRINIVASAN
Independent Director
DIN: 02123959


BASANT SETH
Independent Director
DIN: 02798529


As per our attached report of even date
For **Walliya & Walliya**

Chartered Accountants


DR RAJESH KUMAR SAHOO
Managing Director
DIN: 09033877


GYANA RANJAN SARANGI
Nominee Director
DIN: 09412614


RAVI CHATTERJEE
Independent Director
DIN : 03312963


C S Prashanth
Partner
M. No. 218355

Firm Regn No. 00195555



UDIN: 242183550KAMFD8904


SREEPATHY SUBBARAO
Nominee Director
DIN: 09638305


GOVIND SOLANKI
Senior Executive Vice President
CFO & COMPANY SECRETARY


HELEN D JOY

Bangalore
Date: 22.04.2024

Section I

(Applicable for annual financial statements of NBFC-BL, NBFC-ML and NBFC-UL)

A) Exposure(1) Exposure to real estate sector: **NIL**(2) Exposure to capital market : **NIL**

1) Sectoral exposure

Sectors	Current Year			Previous Year		
	Total Exposure (includes on balance sheet and off-balance sheet exposure) (₹ crore)	Gross NPAs (₹ crore)	Percentage of Gross NPAs to total exposure in that sector	Total Exposure (includes on balance sheet and off-balance sheet exposure) (₹ crore)	Gross NPAs (₹ crore)	Percentage of Gross NPAs to total exposure in that sector
1. Agriculture and Allied Activities						
2. Industry						
i. Food Processing	32.69	0	0.00	34.23	0.57	1.66
ii. Textiles	37.17	5.68	15.28	39.42	12.96	
iii. Leather & Leather Products	0	0	0.00	3.1	0	0
iv. Paper & Paper Products	11.24	0	0.00	15.18	0	0
v. Chemical	27.25	0.33	1.21	42.46	2.46	5.79
vi. Rubber, Plastic & their Products	25.68	0	0.00	17.3	0	0
vii. Cement & Cement Products	0.89	0	0.00	5.54	0	0
viii. Basic Metal & Metal Product	48.36	2.45	5.07	76.34	9.52	12.47
ix. All Engineering	23.66	0	0.00	39.92	0	0
x. Power	0.00	0	0.00	33.95	20.11	59.23
xi. Telecommunications	0	0	0.00	0	0	0
xii. Electricity Transmission	54.00	20.11	37.24	2.04	0	0
Other Infrastructure	126.11	0	0.00	0	0	0
Others	149.71	22.72	15.18	192.43	8.41	0.0437
Total of Industry (i+ii+...+Others)	536.76	51.29	8.72%	501.91	54.03	10.76%
3. Services	0	0	0	0	0	0



B) Related Party Disclosure

(Amount in ₹ crore)

Related Party Items	Parent(as per ownership or control)		Subsidiaries		Associates/ Joint ventures		Key Management Personnel [@]		Relatives of Key Management Personnel [@]		Others*		Total	
	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23
Borrowings [#]	455.75	370.47	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	455.75	370.47
Deposits [#]	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Placement of deposits [#]	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Advances [#]	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Investments [#]	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Purchase of fixed/other assets	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Sale of fixed/other assets	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Interest paid/ Bank Charges	35.18	30.60	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	35.18	30.60
Interest received	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Others*	0.22	0.22	0.04	0.09	NIL	NIL	1.04	0.92	NIL	NIL	NIL	NIL	1.30	1.23

@ Disclosures for directors and relatives of directors should be made separately in separate columns from other KMPs and relatives of other KMPs.

The outstanding at the year end and the maximum during the year are to be disclosed

C) Disclosure of complaints

1) Summary information on complaints received by the NBFCs from customers and from the Offices of Ombudsman

Sr. No	Particulars	Current Year	Previous Year
	Complaints received by the NBFC from its customers		
1.	Number of complaints pending at beginning of the year	0	1
2.	Number of complaints received during the year	3	2
3.	Number of complaints disposed during the year	3	3
3.1	Of which, number of complaints rejected by the NBFC	0	0
4.	Number of complaints pending at the end of the year	0	0
	Maintainable complaints received by the NBFC from Office of Ombudsman		



Section II

(Applicable for annual financial statements of NBFC-ML and NBFC-UL)

Corporate governance:

Disclosure as per SEBI (LODR) Regulation , 2015 (Para C of Schedule V- Annual Report) for Non Listed NBFCs

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 Direct or ships	Remuneration			No. of shares held in and convertible instruments held in the NBFC
					Held	Attended		Salary and other compensation	Sitting Fee	Commission	
1.	Dr. Rajib Kumar Sahoo	01/02/2021	Managing Director	09033877	05	05	1		NA	NA	Nil
2.	Mr. S Ananthan	07/09/2021	Independent Director	02123959	05	03	1		90,000/-	NA	Nil
3.	Mr. Basanth Seth	08/10/2020	Independent Director	02798529	05	05	9		1,50,000/-	NA	Nil
4.	Mr. Ravi Chatterjee	21/09/2022	Independent Director	03312963	02	02	3		60,000/-	NA	Nil
5.	Mr. Hardeep Singh Ahluwalia	11/10/2023	Chairman	09690464	03	03	1		-	NA	Nil
6.	Mr. Gyana Ranjan Sarangi	17/01/2022	Nominee Director, Union Bank Of India	09412614	06	05	0		-	NA	Nil
7.	Mr. Subbarao Sreepathy	02/07/2022	Nominee Director, SIDBI	09638305	03	02	0		-	NA	Nil



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.	Sri S Ananthan	07/09/2021	Chairman	4	4	NIL
2.	Sri. Ravi Chatterjee	21/09/2022	Independent Director	4	4	NIL
3.	Sri. Basanth Seth	08/10/2020	Independent Director	4	4	NIL
4.	Sri Gyana Ranjan Sarangi	17/01/2022	Nominee Director	4	3	NIL

Terms of Reference of the Committee:

The Audit Committee shall undertake such duties as per the Charter/Terms of Reference approved by the Board and any such duties as may be delegated to it from time to time.

1. Appointment and fixation of the remuneration of the Auditor.
2. Valuation of the undertakings or assets of the company.
3. Evaluation of any Related Party Transaction (also for omnibus approval under Rule 6A)
4. Evaluation of the internal financial control and risk management.
5. Examination of the Financial Statements.
6. Scrutiny of Inter Corporate Loans and Investments.
7. Evaluation of the use of the funds raised through public offers
8. To Oversee the financial reporting process and disclosure of such financial information to ensure that the financial statements are correct, sufficient & credible.
9. Reviewing the adequacy of inter audit function, company's financial and information system audit periodically and such notices which evolve from time to time for guidance as may be received from regulator amendments in Companies Act, 2013.

Nomination and Remuneration Committee

The Nomination and Remuneration Committee ('NRC') constitution and functioning shall follow the provisions of the Companies Act, 2013 and other Applicable laws. The powers, functions, duties and terms of reference of the Nomination and Remuneration Committee shall be comprehensive and include the requirements as set out by Section 178 of the Companies Act, 2013. The Nomination and Remuneration Committee will be vested with necessary powers, as defined in its terms of reference to achieve its objectives.

Chairman	The chairman of the NRC Committee will be an Independent Director and who is elected by the Board.
----------	--



(a) The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully;

(b) Relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and

(c) Remuneration to directors, key managerial personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals:

Corporate Social Responsibility (CSR) Committee

The Corporate Social Responsibility Committee ('CSR') constitution and functioning shall follow the provisions of the Companies Act, 2013 and other Applicable Laws. The powers, functions, duties, and terms of reference of the CSR Committee shall be comprehensive and include the requirements as set out by Section 135 of the Companies Act, 2013. The CSR Committee will be vested with necessary powers, as defined in its terms of reference to achieve its objectives.

Chairman	The chairman of the CSR Committee will be an independent director elected by the members of the committee.
Composition	<p>The Corporate social responsibility Committee of the Board shall have at least three Directors out of which there shall be One Independent Directors. At Present the composition of CSR Committee is as per below:</p> <ol style="list-style-type: none"> 1. Dr. Rajib Kumar Sahoo, Managing Director 2. Sri. S Ananthan, Independent Director, Chairman of meeting 3. Sri. Gyanaranjan Sarangi, Nominee Director, Union Bank of India
Meetings & quorum	The CSR shall meet on a need basis. A quorum shall comprise two members or one-third of the total members of the CSR, whichever is higher.
Secretary	The Company secretary of the company shall act as the secretary to the committee
Meeting Minutes	Minutes of the Meeting shall be approved by the Chairman of the Committee and noted and confirmed by the Board at their next meeting.

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.	Sri S Ananthan	07/09/2021	Chairman	0	0	NIL
2.	Dr. Rajib Kumar Sahoo	01/02/2021	Managing Director	0	0	NIL



6	Sri. Raghu. P	14/03/2006	Assistant Vice President	2	2	NIL
7.	Smt. Helen Joy D	01/08/2023	CFO & Company Secretary	2	2	NIL

Terms of Reference of the Committee:

The Risk Management Committee shall undertake all such duties as decided and delegated by the Board of Directors to it from time to time illustrated as per below:

1. To assess the Company's risk profile and key areas of risk in particular.
2. To recommend the Board and adoption of risk assessment and rating procedures. To articulate the Company's policy for the oversight and management of business risks.
3. To examine and determine the sufficiency of the Company's internal processes for reporting on and managing key risk areas.
4. To assess and recommend the Board acceptable levels of risk.
5. To develop and implement a risk management framework and internal control system.
6. To review the nature and level of insurance coverage.
7. To have special investigations into areas of corporate risk and break-downs in internal control. To review management's response to the Company's auditors' recommendations those are adopted.
8. To report the trends on the Company's risk profile, reports on specific risks and the status of the risk management process.
9. The progress made in putting in place a progressive risk management system, and risk management policy and strategy followed shall be apprised to the Board by the committee half-yearly.

Committee of Directors.

The company shall internally shall constitute a Committee of the Directors (COD) as a subcommittee of the Board to take care of the credit affairs of the company. The Committee inter alia, shall monitor the Mid-term review of parties, credit exposures and breaches if any and shall report to the Board.

Chairman	The chairman shall be an independent Director elected by the members of the committee.
Composition	The Committee of Directors shall have minimum of three members and one of them shall be an Independent director.
Meetings & quorum	The COD shall meet at least twice in a year and the quorum shall be at least three members of which one shall be and Independent Director



	meetings shall comprise of at least two members of the Committee.
Secretary	The Company secretary of the company shall act as the secretary to the committee
Meeting Minutes	Minutes of the Meeting shall be approved by the Chairman of the Committee and noted and confirmed by the Board at their next meeting.

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.	Dr. Rajib Kumar Sahoo	01/02/2021	Chairman	12	12	NIL
2.	Sri. Govind Solanki	26/04/2021	Senior Executive Vice President	12	12	NIL
3.	Sri. Saroj K Sinha	27/09/2021	Senior Vice President	12	12	NIL
4.	Sri. Kiran K Moorthy	02/09/2021	Senior Vice President	12	12	NIL
5.	Sri. Raghu. P	14/03/2006	Assistant Vice President	12	12	NIL
6	Smt. Helen Joy D	01/08/2023	CFO & Company Secretary	12	12	NIL

Terms of Reference of the Committee:

The Committee shall undertake such duties as per the terms of reference approved by the Board and such other duties as may be delegated to it from time to time including the roles as per below:-

1. To review the fund requirement of the company in line with the ongoing business activities of the company
2. To review liquidity position of the company
3. To evaluate the stress ratios/liquidity ratios of the company
4. To review the fund position in each prescribed ALM buckets.
5. To report to the Board or its subcommittee about the findings as per above.

IT Strategy Committee

The IT Strategy Committee shall be constituted of independent director to manage the IT strategies of the Company. The Committee shall work in partnership with other Board committees and Senior Management to provide input to them. It will also carry out review and amend the IT strategies in line with the corporate strategies, Board Policy reviews, cyber security arrangements and any other matter related to IT Governance.

Chairman	The chairman of the IT Strategy Committee will be an Independent Director.
Present Composition	The IT Strategy Committee have minimum of three Members. (Chairman, CIO & CTO) 1. Sri. Ravi Chatterjee, Independent Director – Chairman of the Meeting



Frequency of Committee meetings held for F. Y 2023-24

Particulars	Quarter – I (April- June)	Quarter-2 (July- September)	Quarter-3 October- December)	Quarter-4 January- March)	Total
Board Meeting (168 th last meeting)	1 24.04.2023	1 17.07.2023	1 16.10.2023	2 20.01.2024 20.03.2024	5
Risk Management Committee (52 nd RMC last)	1 01.07.2023	-	-	1 12.01.2024	2
Audit Committee Meeting (107 th Audit Meeting last)	1 24.04.2023	1 17.07.2023	1 16.10.2023	1 20.01.2024	4
Committee of Directors Meeting (158 th CoD last meeting)	1 26.05.2023	-	-	1 12.01.2024	2
IT Strategy Committee Meeting	-	-	1 03.10.2023	1 11.01.2024	2
Corporate Social Responsibility Meeting	-	-	-	-	-

Attendance of the Board of Directors during F.Y 2023-24

Name of Director	Board Meeting
Sri. Brij Mohan Sharma	1/1
Sri. Hardeep Singh Ahluwalia	3/3
Dr. Rajib Kumar Sahoo	5/5
Sri. S Ananthan	3/5
Sri. Ravi Chatterjee	5/5
Sri. Basant Seth	5/5
Sri. Gyana Ranjan Sarangi	5/5
Sri. Subbarao Sreepathy	2/5

2) General Body Meetings

Sl. No.	Type of Meeting (Annual/ Extra-Ordinary)	Date and Place	Special resolutions passed
1.	Annual general meeting	17.06.2023 Head Office Canara Bank, Bangalore	Re-Appointment of Sri Ravi Chatterjee and Sri Basant Seth as Independent Director



Section-III

Quarterly Public disclosure as per RBI guidelines

1.	Funding Concentration based on significant counterparty (both deposits and borrowings)	
A	Deposits	Nil
	Counter Parties	Nil
B	Liabilities	480
	OD Limit	20
	Equity	500
	Liability Counterparties	
	Canara Bank - OD Limit	480
	Equity Composition	20
	Canara bank - 14 Crores	
	SIDBI - 4 Crores	
	Union Bank Of India - 2 Crores	
	Total	500

2. TOP 20 DEPOSITS – NIL

3. TOP 10 Borrowings as on 30.06.2023

SI No	Source	Limit Sanctioned (₹ in crore)	Date of sanction	Validity
1.	OD Limit	480.00	01.09.2022	12.09.2023
2.	Equity Share capital	20.00	NA	NA
Total		500.00		



Quarterly Public disclosure as per RBI guidelines

1.	Funding Concentration based on significant counterparty (both deposits and borrowings)	
A	Deposits	Nil
	Counter Parties	Nil
B	Liabilities	480
	OD Limit	20
	Equity	500
	Liability Counterparties	
	Canara Bank - OD Limit	480
	Equity Composition	20
	Canara bank - 14 Crores	
	SIDBI - 4 Crores	
	Union Bank Of India - 2 Crores	
	Total	500

2. TOP 20 DEPOSITS – NIL

3. TOP 10 Borrowings as on 30.09.2023

SI No	Source	Limit Sanctioned (Rs. In crore)	Date of sanction	Validity
1.	OD Limit	480.00	01.09.2023	29.08.2024
2.	Equity Share capital	20.00	NA	NA
Total		500.00		



Quarterly Public disclosure as per RBI guidelines

1.	Funding Concentration based on significant counterparty (both deposits and borrowings)	
A	Deposits	Nil
	Counter Parties	Nil
B	Liabilities	480.00
	OD Limit	20.00
	Equity	500.00
	Liability Counterparties	
	Canara Bank - OD Limit	480.00
	Equity Composition	20.00
	Canara bank - 14 Crores	
	SIDBI - 4 Crores	
	Union Bank Of India - 2 Crores	
	Total	500.00

2. TOP 20 DEPOSITS – NIL

3. TOP 10 Borrowings as on 31.12.2023

Sl No	Source	Limit Sanctioned (Rs. In crore)	Date of sanction	Validity
1.	OD Limit	480.00	01.09.2023	29.08.2024
2.	Equity Share capital	20.00	NA	NA
Total		500.00		



Quarterly Public disclosure as per RBI guidelines

1.	Funding Concentration based on significant counterparty (both deposits and borrowings)	
A	Deposits	Nil
	Counter Parties	Nil
B	Liabilities	480
	OD Limit	20
	Equity	500
	Liability Counterparties	
	Canara Bank - OD Limit	480
	Equity Composition	20
	Canara bank - 14 Crores	
	SIDBI - 4 Crores	
	Union Bank Of India - 2 Crores	
	Total	500

2. TOP 20 DEPOSITS – NIL

3. TOP 10 Borrowings as on 31.03.2024

SI No	Source	Limit Sanctioned (Rs. In crore)	Date of sanction	Validity
1.	OD Limit	480.00	01.09.2023	29.08.2024
2.	Equity Share capital	20.00	NA	NA
Total		500.00		

