

ANNUAL REPORT 2021-22



NABSAMRUDDHI FINANCE LIMITED

A Subsidiary of NABARD

Ground Level Impact Through Our Interventions



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@M/s Satya MicroCapital Limited

@M/s Inditrade Microfinance Limited

@M/s Annapurna Finance Private Limited



ANNUAL REPORT 2021-22



NBSAMRUDDHI FINANCE LIMITED

About the Company

NABSAMRUDDHI Finance Limited was incorporated under the Companies Act, 1956 on 17 February 1997 under the name of Agri Business Finance Limited (ABFL) and was registered as a Non-Banking Financial Company with the Reserve Bank of India. It was promoted with equity participation from the National Bank for Agriculture and Rural Development (NABARD), Union Bank of India (erstwhile Andhra Bank), Canara Bank, Government of Andhra Pradesh, Government of Telangana, Andhra Pradesh State Cooperative Bank Limited, Telangana State Cooperative Apex Bank Limited and a few Industrial Houses/individuals. NABSAMRUDDHI Finance Limited provides credit facilities to legal entities in the off farm sector, microfinance, MSME and for the promotion, expansion, commercialization and modernization of agriculture and allied activities.

Company	NABSAMRUDDHI FINANCE LIMITED
Corporate Identification Number	U65910TG1997PLC026442
Registered Office	Ground Floor, NABARD Regional Office, 1-1-61, RTC X Roads, Musheerabad, Hyderabad
Corporate Office	Ground Floor, D Wing, NABARD Head Office, Plot. No. C24, G Block, Bandra-Kurla Complex, Bandra (East), Mumbai - 400051
Managing Director	Dr. Ushamani P
Chief Operating Officer	Smt. Bonani Roychoudhury
Chief Financial Officer	Shri Vijay Turumella
Company Secretary and Compliance Officer	Smt. Suzette Pereira
Chief Technology Officer	Shri Sumit Gupta
Statutory Auditors	M/s S R Mohan & Co. 3rd Floor, North Block, RR Towers, Chirag Lane, Hyderabad 500001
Internal Auditor	Shri Ramesh Kumar Neralla

Board of Directors

Shri P V S Suryakumar
Nominee Director & Chairman

Shri K S Raghupathi
Nominee Director

Shri Goverdhan Singh Rawat
Nominee Director

Dr. Nethi Muralidhar
Nominee Director

Shri Lal Singh Tanwar
Nominee Director

Shri Kapudasi Dharmiah
Nominee Director

Dr. R Shreenath Reddy
Nominee Director

Shri Ravi Krishan Takkar
Independent Director

Shri Arvind Kumar Jain
Independent Director

Shri Vinay Kumar Verma
Independent Director

Shri Subrata Gupta
Non-Executive Director

Dr. Ushamani P
Managing Director

Management Team

Smt. Bonani Roychoudhury
Chief Operating Officer

Shri Vijay Turumella
Chief Financial Officer

Smt. Suzette Pereira
Company Secretary

Registrar and Share Transfer Agent

KFin Technologies Limited
Selenium Tower B, Plot 31-32, Gachibowli,
Financial District, Nanakramguda,
Hyderabad - 500 032

Audit Committee

Shri Ravi Krishan Takkar - Chairman
Shri Arvind Kumar Jain
Dr. Ushamani P

Nomination and Remuneration Committee

Shri Arvind Kumar Jain - Chairman
Shri Vinay Kumar Verma
Shri Goverdhan Singh Rawat
Dr. Ushamani P

Corporate Social Responsibility Committee

Shri K S Raghupathi - Chairman
Shri Arvind Kumar Jain
Shri Subrata Gupta
Dr. Ushamani P

Risk Management Committee

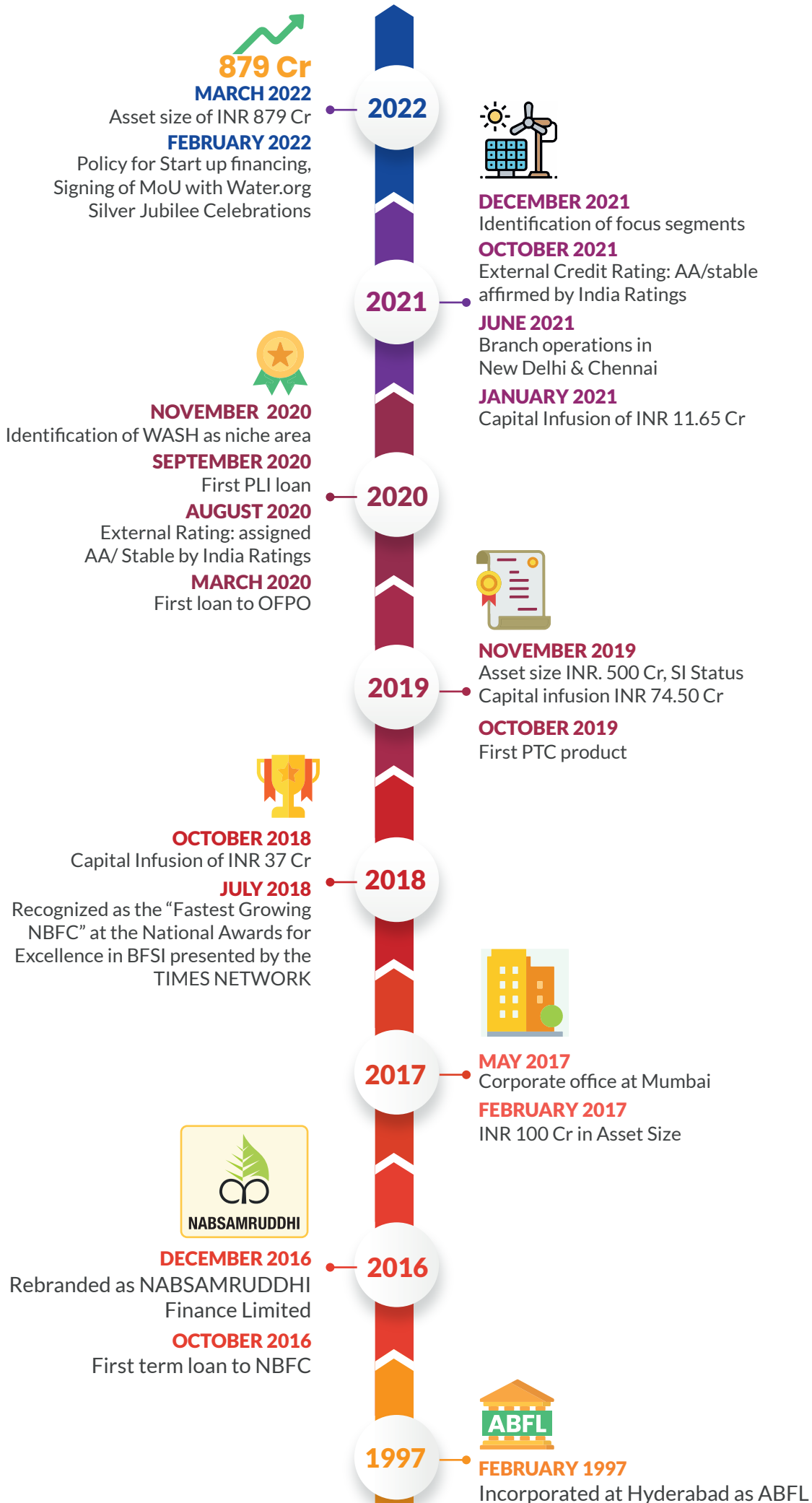
Shri Subrata Gupta- Chairman
Shri Ravi Krishan Takkar
Shri K S Raghupathi
Dr. Ushamani P

IT Strategy Committee

Shri Vinay Kumar Verma- Chairman
Shri Ravi Krishan Takkar
Shri Subrata Gupta
Shri Goverdhan Singh Rawat
CGM, DIT, NABARD as Ex-Officio
Dr. Ushamani P
Smt. Bonani Roychoudhury
Shri Sumit Gupta

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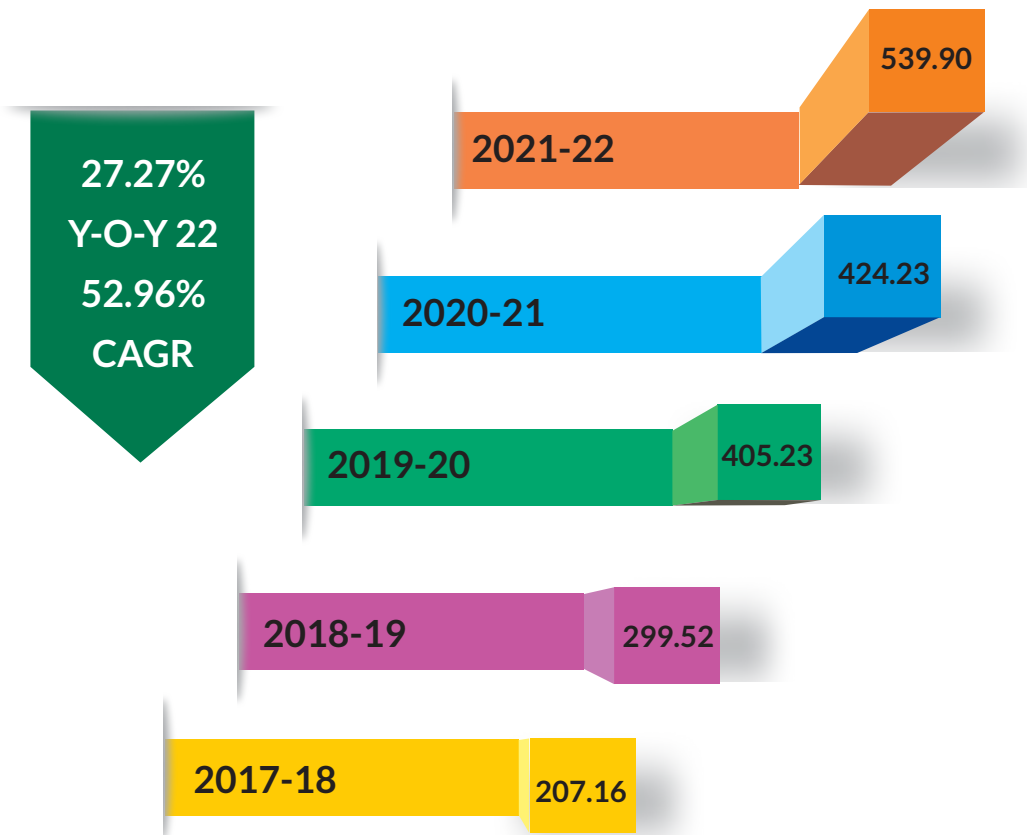
YEARS
JOURNEY



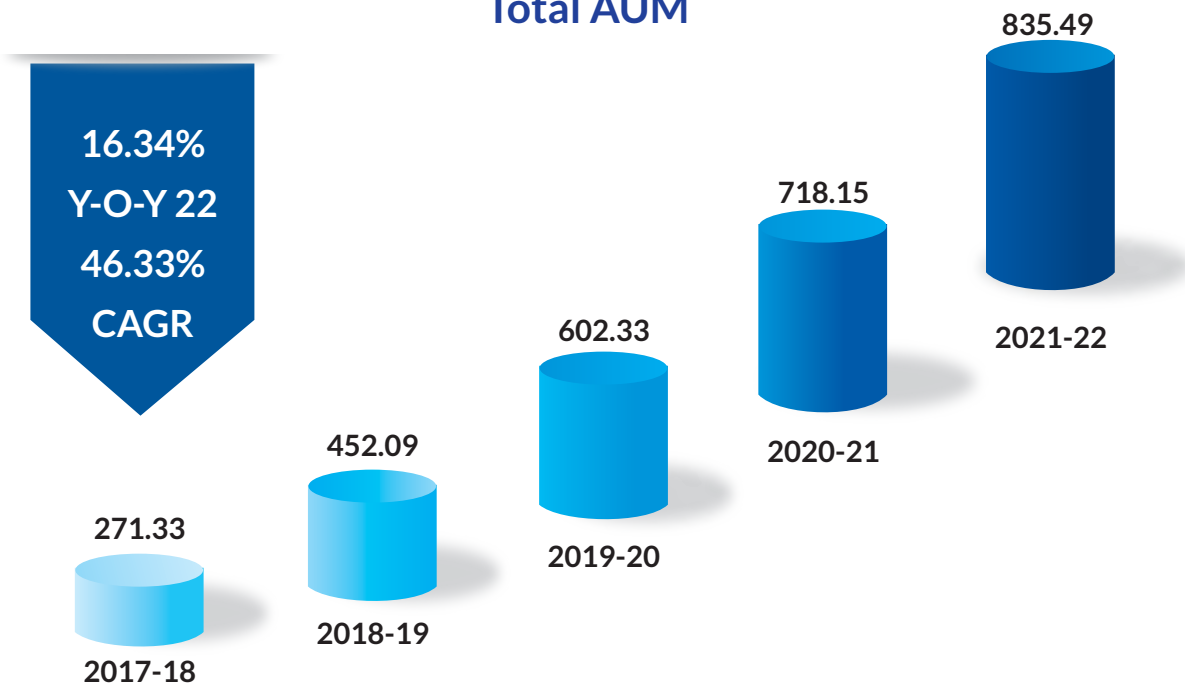
Business Highlights

Loan Disbursed

(INR Cr.)



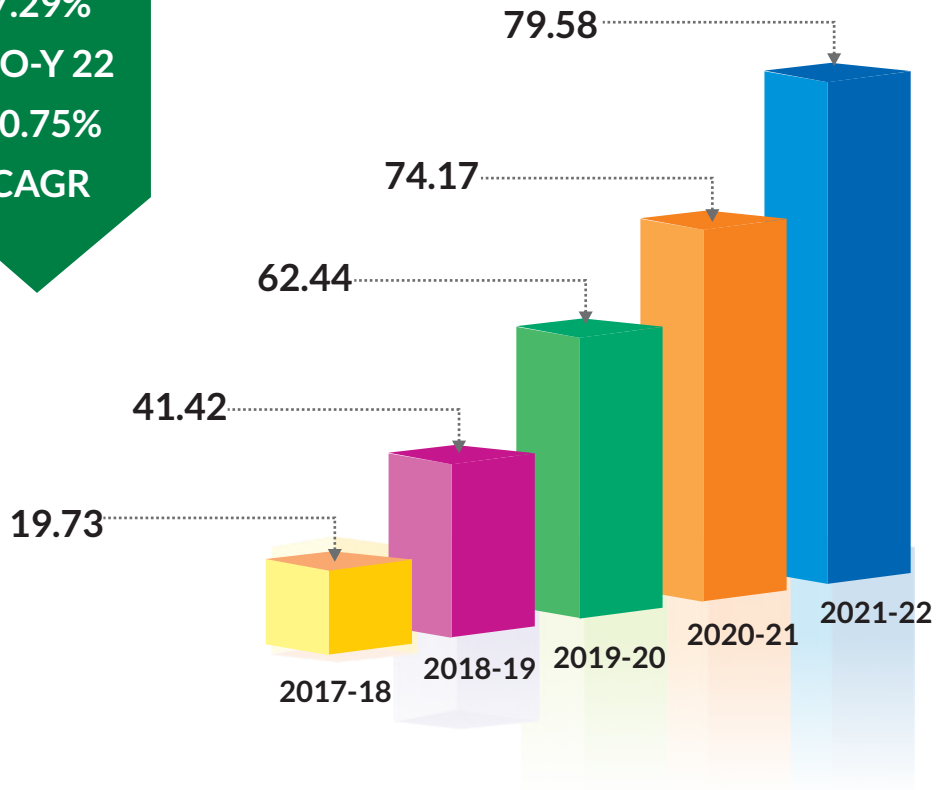
Total AUM



Total Income

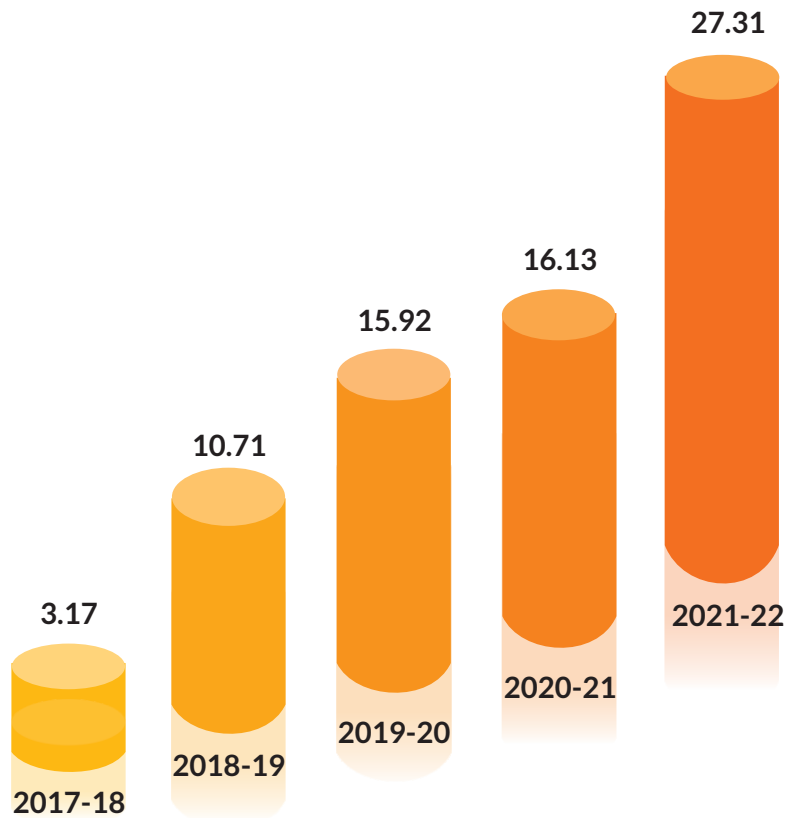
(INR Cr.)

7.29%
Y-O-Y 22
50.75%
CAGR



PAT

69.31%
Y-O-Y 22
77.50%
CAGR



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From the Chairman's Desk

Dear Shareholders,

It gives me pleasure in inviting you to the Twenty Fifth Annual General Meeting of your Company.

Yes, we have completed 25 years!

In the course of the journey, we have transformed: ourselves as well as the lives of our ultimate stakeholders! In the process, we found our own North Star: our new focus segments, viz., *Green Financing & Wellness, Fabrics & Textile value chain and Handicraft value chain*; envisioned a clear purpose and developed a vibrant and dynamic business model.

While these changes were happening, I am proud of the fact that we continued to maintain and even enhance those aspects which are core to our very institutional being: aspects related to transparency, trust and governance, without which we would not have been where we are today! Your Company is constantly reviewing its policies, SOPs and systems and ensuring that they continue to stay relevant to the extant statutory, regulatory and governance requirements.

The ravages of the COVID-19 pandemic and its related challenges notwithstanding, your Company displayed its customary grit and resilience during FY 2021-22: we grew by ~15%! and also expanded: transforming the lives of > 1 lakh beneficiaries across 25 States and 2 UTs.

We are continuing to on-board partners who are aligned to our corporate goals. The MoU with water.org for supporting WASH interventions under the Green Finance & Wellness initiative is another step in this direction.

In the midst of all these, I fondly recall and cherish the unstinting support, guidance and co-operation so readily extended by NABARD, not only in terms of funding but also infrastructure and human-power.

Our Board has been a pillar of strength for me and the Company alike. Their collective sagacity and wise counsel has helped the Company tide over testing circumstances and challenges.

I thank them for their support and look forward to their continuing guidance.

We have always cherished the warmth of all our shareholders and as an expressive token of our appreciation of such support, I am glad to inform that the Company has proposed a dividend of 2% for the year.

We have achieved a lot...We have lots more to achieve! This aspiration remains the guiding beacon for all of us @NABSAMRUDDHI.

I assure all of you that the Company will continue its growth and impact strategy in FY 2022-23 as well. I look forward to continually rewarding your trust and encouragement with outstanding performance in the future too.

Best Wishes,

P V Suryakumar
Chairman



Letter from the Managing Director

Dear Shareholders,

On behalf of the board of NABSAMRUDDHI Finance Limited, it is my pleasure to present the 25th Annual Report of your Company for FY 2021-22 and also share the key performance highlights and the strategic roadmap, going forward.

In keeping with the spirit of this silver jubilee year, your Company has posted sterling results. As at the end of March 2022, the Company's Assets Under Management (AUM) stood at INR 835 Crore, registering a healthy growth of 16% over last year's AUM of INR 718 Crore. Your Company reported a Profit After Tax (PAT) of INR 27.31 crore, up ~70% over the previous year. I am happy to inform you that your Company on-boarded 17 new partners (NBFCs, NBFC-MFIs and other institutional clients), taking the total number of such partners to 70, spread over 15 States and Union Territories, but who, put together, are catering to ultimate beneficiaries in 25 States.

All this was achieved despite the challenging macro-economic environment due to the COVID pandemic and the surplus liquidity in the system impacting the demand for credit.

In its ongoing quest to stay relevant to the emerging needs, your Company, during the year had adopted three focus themes for lending operations, viz., Green Finance & Wellness, Fabric & Textile Value Chain and Handicrafts value Chain. Incidentally, these were also aligned to NABARD's commitment to SDGs as also national priorities. You will be happy to note that an amount of INR 185 Cr. was disbursed towards on-lending for these focus areas during the year. We realise it is just the beginning and if our initial experiences are anything to go by, then we are sitting on a fantastic and impactful business opportunity, which we seek to more fully realize in the coming years.

All endings are beautiful beginnings to another story. The last FY 2021-22 certainly ended on a high note, but we aspire to reach still higher in the coming years. Going forward, the Company strives to gain leadership in financing the identified focus segments, with a thrust on ESG-based lending. Our immediate goal is to cross the 1,000 crore AUM milestone and transition to the next higher layer under the new Scale Based Regulatory Framework of RBI.

The true value of a business is based on the problem it is solving, the value it is creating and the impact it is making in the lives of its ultimate stakeholders. We @ NABSAMRUDDHI are confident of continuing to realise all of these in equal measure, in the years ahead.

Let me also take this opportunity to express my humble and sincere gratitude to all our partners, Board of Directors and shareholders for their resolute faith in the Company through all these years. I seek your continued support, so that we consistently improve our performance and fulfil our goals in a steadfast manner.

Best Wishes,

Dr. Ushamani P
Managing Director

Board of Directors

Leadership meets good governance



P V S Suryakumar
Chairman & Nominee
Director



K S Raghupathi
Nominee Director from
NABARD



Goverdhan Singh Rawat
Nominee Director from
NABARD



Ravi Krishan Takkar
Independent Director



Arvind Kumar Jain
Independent Director



Vinay Kumar Verma
Independent Director



Subrata Gupta
Non Executive Director



K. Dharmaiah
Nominee Director



Lal Singh Tanwar
Nominee Director



Dr. Nethi Muralidhar
Nominee Director



Dr. R. Shreenath Reddy
Nominee Director



Dr. Ushamani P
Managing Director

Directors' Report

Dear Members,

Your Board of Directors are pleased to present the Twenty-Fifth Annual Report of NABSAMRUDDHI Finance Limited ("Company") together with the Annual Audited Accounts for the financial year ended 31 March 2022. The Report read with Management Discussion Analysis includes the details of macro-economic scenario, Company's performance, various initiatives undertaken by the Company as well as its approach to risk management.

1. Financial Results

The Company's performance during the year ended 31 March 2022 as compared to the previous year is summarised below:

Particulars	(INR in Crore)		
	2021-22	2020-21	Growth/Decline %
Total Asset Size	878.73	768.79	14.30%
Total AUM	835.49	718.14	16.34%
Total Income	79.58	74.17	7.28%
Profit/(Loss) before Tax	36.14	21.87	65.25%
Less: Tax expenses	8.83	5.74	53.83%
Profit/(Loss) after Tax	27.31	16.13	69.31%

*Figures have been rounded off, wherever necessary, to the nearest decimal.

2. Dividend

The Board of Directors have recommended a dividend @ 2%, i.e., (INR 0.20/equity share of Face Value INR 10/- each) on the paid up equity share capital of INR 123,82,19,880/- (Rupees One Hundred and Twenty Three Crore Eighty Two lakh Nineteen thousand Eight Hundred and Eighty only) amounting to INR 2,47,64,398/- (Rupees Two Crore Forty Seven Lakh Sixty Four Thousand Three Hundred and Ninety Eight only) as final dividend for FY 2021-22 for approval of the shareholders in the ensuing Annual General Meeting of the Company.

3. Transfer of Unclaimed Dividend to Investor Education and Protection Fund

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as no dividend remained unclaimed / unpaid during the preceding financial year.

4. Transfer to Reserve Fund

During FY 2021-22, your Company has transferred an amount of INR 5.46 crore to Reserve Fund in accordance with the requirements of Section 45-IC(1) of the Reserve Bank of India Act, 1934.

5. Material Changes and Commitments if any, affecting the financial position of the Company which have occurred between the end of the financial year to which the financial statements relate and the date of report.

There are no material changes after the balance sheet date and no significant orders passed by any regulators / courts which may materially affect the financial position of the Company.

6. Compliance with RBI Guidelines

Your Company, a Systemically Important Non Deposit taking NBFC, is compliant with all the applicable RBI regulatory norms.

7. Internal Financial Controls and its adequacy

Your Company has adopted policies and procedures as a part of its Internal Financial Controls for ensuring orderly and efficient conduct of its business including adherence to the Company's policies, safeguarding of its assets, prevention and detection of fraud, error reporting mechanism, accuracy and completeness of the accounting records and timely preparation of reliable financial disclosures. The internal financial control systems are adequate and operating effectively as at 31 March 2022.

8. Share Capital

a. Authorised Share Capital

The Authorised Share Capital of the Company as on 31 March 2022 was INR 150,00,00,000/- (Rupees One Hundred and Fifty Crore only) divided into 15,00,00,000 (Fifteen Crore) equity shares of the face value of INR 10/- (Rupees Ten Only) each. There has been no change in the Authorised Capital of the Company for the period under review.

b. Paid up Capital

During the year under review, there was no increase in Paid-up Share Capital of the Company and as on 31 March 2022, it stood at INR 1,23,82,19,880/- (Rupees One Hundred and TwentyThree Crore Eighty Two Lakh Nineteen Thousand Eight Hundred and Eighty Only) divided into 12,38,21,988 (Twelve Crore Thirty Eight Lakh Twenty One Thousand Nine Hundred and Eighty Eight Only) equity shares of the face value of INR 10/- (Rupees Ten Only) each.

The Shareholding pattern as on 31 March 2022 is as under:

Sl. No	Name of Shareholder	No. of Shares held	% of total shares of the Company
1	National Bank for Agriculture and Rural Development	11,27,88,000	91.09
2	Government of Andhra Pradesh	46,65,600	3.77
3	Government of Telangana	10,48,988	0.85
4	Union Bank of India (formerly Andhra Bank)	20,00,000	1.62
5	Canara bank	8,00,000	0.65
6	Andhra Pradesh State Cooperative Bank Limited	11,66,400	0.94
7	Telangana State Co-operative Apex Bank Limited	12,50,400	1.01
8	IMC Limited	50,000	0.04
9	KCP Sugars Limited	50,000	0.04
10	Individuals	2,600	Negligible
	TOTAL	12,38,21,988	100

9. Particulars of Loans, Guarantees or Investments Under Section 186 of the Companies Act, 2013

Pursuant to Section 186(11)(a) of the Companies Act, 2013 (the 'Act') read with Rule 11(2) of the Companies (Meetings of Board and its Powers) Rules, 2014, the loans made, guarantee given or security provided in the ordinary course of business by a Non-Banking Financial Company (NBFC) registered with the Reserve Bank of India are exempt from the applicability of provisions of Section 186 of the Act. As such, the particulars of loans and guarantees have not been disclosed in this Report. The details of the Investments of the Company are furnished under Note 12, 15 and 16 of Notes forming part of the Financial Statements for the year ended 31 March 2022.

10. Non acceptance of Deposits

Being a Non-Deposit taking Non-Banking Financial Company, your Company has not accepted any deposits from the public under section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014 during the year under review.

11. Particulars of Borrowings

The Company raised debt in the form of refinance from NABARD to the tune of INR 317.35 crore during FY 2021-22 as against INR 238.15 crore during the previous year, taking the refinance outstanding to INR 624.88 crore compared to INR 544.17 crore in the previous year.

12. Particulars of Loans and Advances

The Particulars on loans and advances are given in the Management Discussion and Analysis Report as Annexure IV.

13. Asset Quality

The outstanding of Non-Performing Assets (NPAs) as on 31 March 2022 was INR 16.73 crore. Considering the adverse impact of Covid-19 pandemic on cash flows of the clients, the Company had made higher provision of 20% on Sub-Standard assets, 30% for Doubtful assets (D1 Category) against the norm of 10% and 20% respectively, depending on the age of NPA.

14. Related Party Transactions (RPT)

The Company has put in place a Board approved Policy for RPT, which is displayed on the website of the Company at <https://www.nabsamruddhi.in/reports-policies>. The details of the transactions with related party as required under Section 134 (3) (h) of the Companies Act, 2013 are furnished in Form AOC-2 as Annexure III (forms part of this Report) and under Accounting Standard 18 which are furnished in Notes to Accounts which forms part of Financial Statements of the Company.

15. Extract of Annual Return

Pursuant to Section 134(3)(a) and Section 92(3) of the Companies Act, 2013 read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014 as amended from time to time, the extract of Annual Return is made available on the Company's website at <https://www.nabsamruddhi.in>

16. Changes in Directors and Key Managerial Personnel

During the financial year, the following changes occurred in the Board of Directors:

- Smt. Suparna Tandon, General Manager, NABARD ceased to be Managing Director of the Company w.e.f. 06 May 2021 pursuant to her repatriation to NABARD;
- Dr. Ushamani P, General Manager, NABARD was appointed as Managing Director of the Company w.e.f. 06 May 2021;
- Shri Sudhakar Patnana, Nominee, Govt. of Andhra Pradesh ceased to be a Nominee Director w.e.f. 30 June 2021.

The Board places on record its appreciation and gratitude for the invaluable contributions made by Smt. Suparna Tandon and Shri Sudhakar Patnana during their tenure as Directors of the Company.

During the financial year, the following changes occurred in the Key Managerial Personnel of the Company:

- Smt. Puja Shah, ceased to be the Company Secretary of the Company w.e.f. 09 February 2022.
- Smt. Suzette Pereira was appointed as Company Secretary of the Company w.e.f. 23 February 2022.

The Board places on record its appreciation and gratitude for the invaluable contributions made by Smt. Puja Shah during her tenure as Company Secretary of the Company.

Retirement by Rotation of the Directors

Mr. Lal Singh Tanwar retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.

17. Meetings of Board of Directors and its Committees

Ten (10) meetings of the Board of Directors were held during the year under review. Details of Meetings of Board & its Committees along with attendance thereat forms part of the Corporate Governance Report.

18. Code of Conduct

Your Company has in place a comprehensive Code of Conduct ("the Code") applicable to Directors and Senior Management Personnel. The Code provides guidance and support needed for ethical conduct of business and compliance of law.

19. Independent Directors' Declaration

The Independent Directors have confirmed and declared that they are not disqualified to act as Independent Directors in compliance with the provisions of Section 149 of the Companies Act, 2013, and the Board is also of the opinion that the Independent Directors fulfil all the relevant conditions specified in the Companies Act, 2013, making them eligible to act as Independent Directors. Pursuant to Rule 5 of Companies (Appointment and qualification of Directors) Rules, 2014 as amended w.e.f. 01 December 2019, all Independent Directors of the Company have registered themselves in the Independent Directors databank maintained with the Indian Institute of Corporate Affairs (IICA). Further, all the Independent Directors have also cleared the proficiency test conducted by IICA.

20. Board Evaluation

Evaluation of performance of all Directors is undertaken annually. The Company has implemented a system of evaluating performance of the Board of Directors as a whole, its Committees, the Non-Executive Directors, Executive Directors on the basis of structured questionnaire which comprises evaluation criteria taking into consideration various performance related aspects. The performance evaluation so arrived at was then noted and discussed by the Board of Directors in its meeting held on 29 April 2022. The evaluation process brought out the fact that the Board of the Company is well diversified with appropriate constitution with active participation of the members in the decision making process of the Company.

21. Independent Directors' Meeting

During the year under review, a meeting of Independent Directors was held on 29 March 2022 as required under Companies Act, 2013 and matters as specified therein were discussed.

22. Particulars of Employees Benefits

The Managing Director is on deputation from NABARD. Remuneration of the Managing Director including Provident Fund, Gratuity and Leave Salary is reimbursed to NABARD on the basis of the advice received from NABARD. The services of one each of Deputy General Manager, two Assistant General Managers and two Assistant Managers of NABARD are utilized by the Company on a placement basis. As per the terms of placement, 100% of the remuneration paid to these officials on placement are being reimbursed to NABARD based on the advice received from NABARD and the same is charged to the Statement of Profit and Loss.

23. Auditors

A. Internal Audit

Shri N Ramesh Kumar, Chartered Accountant was appointed as your Company's Internal Auditor w.e.f. from 01 April 2021 onwards. The reports of the internal auditor were placed before the Audit Committee at their meetings at regular intervals.

B. Statutory Audit

Pursuant to the provisions of Section 139 of the Companies Act, 2013, and the Companies (Audit and Auditors) Rules, 2014, M/s. S R Mohan & Co., Chartered Accountants, Hyderabad (Firm Registration No.002111S), have been appointed by the Office of the Comptroller and Auditor General of India as Statutory Auditors of the Company for the FY 2021-22.

There are no qualifications, reservations or adverse remarks made by M/s. S R Mohan & Co., Chartered Accountants, Statutory Auditors in their report for the Financial Year ended 31 March 2022. The Statutory Auditors have not reported any incident of fraud to the Audit Committee of the Company in the year under review.

C. Secretarial Audit

Pursuant to provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors of the Company appointed M/s Marthi & Co., Company Secretaries (CP No. 1937) to undertake the Secretarial Audit of the Company for the financial year FY 2021-22. The Secretarial Audit Report (MR-3) is published in this Annual Report. There are no qualifying remarks in the Secretarial Audit Report.

24. Reporting of Frauds by Auditors

During the year under review, the Internal Auditor, Statutory Auditors and the Secretarial Auditors have not reported any instances of frauds committed in the Company by its Officers or Employees under section 143(12) of the Companies Act, 2013.

25. Supplementary Audit by C&AG

The Comptroller and Auditor General of India, vide their report dated 20 July 2022, have forwarded 'Nil Comments' certificate under 143(6)(b) of the Companies Act, 2013 on the accounts of the Company for the year ended 31 March 2022. (The Certificate is appended and forms part of this report.)

26. Secretarial Standards

The Directors state that applicable Secretarial Standards, i.e., SS-1 and SS-2, relating to "Meetings of the Board of Directors" and "General Meetings", respectively, have been duly followed by the Company.

27. Associate and Subsidiary Companies

The Company does not have any subsidiary or associate company. Hence AOC-1 is not applicable to the Company.

28. Risk Management Policy

Your Company has adopted the Risk Management Policy based on the recommendation of the Risk Management Committee in order to assess, monitor and manage enterprise risk. The Audit Committee reviews adequacy and effectiveness of the Company's internal control environment to monitor and mitigate the risk through internal audit recommendations including those relating to strengthening of the Company's internal risk management policies and systems.

29. Whistle blower Policy

Your Company has formulated a vigil mechanism through Whistle Blower Policy to deal with instances of unethical behaviour, actual or suspected fraud or violation of Company's code of conduct and the policy is also available on the Company's website.

The said mechanism can also be availed by the Directors of the Company.

30. Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

The Company had not undertaken any activity relating to conservation of energy or technology absorption during the year FY 2021-22. The Company did not have any foreign exchange earnings or outgo during the year under review.

31. Corporate Social Responsibility

Your Company has a CSR Policy committed towards CSR activities as envisaged in Schedule VII of the Companies Act, 2013 and has constituted a Corporate Social Responsibility (CSR) Committee and the present Committee comprises of Shri K S Raghupathi, Nominee Director, Shri Arvind Kumar Jain, Independent Director, Shri Subrata Gupta, Non-Executive Director and Dr Ushamani P, Managing Director.

The Annual Report on CSR activities as required under the Companies (Corporate Social Responsibility Policy) Rules, 2014 is attached to this report as Annexure II.

32. Management Discussion and Analysis Report

Attached separately as Annexure IV.

33. Vigilance Mechanism

Pursuant to Section 177(9) of the Companies Act, 2013, the Company has established due Vigilance Mechanism for Directors, employees and other stakeholders of the Company. The purpose and objective of the Vigilance Policy is to address serious concerns that may have a larger impact on the image and values of the Company due to incorrect financial reporting or serious improper conduct. No such complaints were received during the year.

34. Policy on Sexual Harassment of Women at Workplace

The Company has put in place a Policy in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. No such complaints were reported during the year.

35. Details of Significant and Material Orders passed by the regulators or Courts or Tribunals impacting the going concern status and Company's future operations

There has been no significant and material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and company's future operations.

36. Change in Nature of Business

There has been no change in the nature of business of the Company during the year under review.

37. Directors' Responsibility Statement

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 with regard to Directors' Responsibility Statement, Directors state that:

(a) in the preparation of the annual accounts, the applicable Indian Accounting Standards had been followed. There are no material departures from applicable Indian Accounting Standards;

(b) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;

(c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

(d) the Directors have prepared the annual accounts on a going concern basis;

(e) the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively;

(f) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

38. Application made or any proceedings pending under the Insolvency and Bankruptcy Code, 2016:

During the year under review, the Company has not made any application nor any proceedings are pending under the Insolvency and Bankruptcy Code, 2016.

39. Difference in the amount of valuation while obtaining loan from Banks or Financial Institutions:

The Company has not availed any one-time settlement from any banks or financial institutions, during the year under review.

40. Acknowledgment

The Directors wish to thank the Reserve Bank of India and other statutory authorities for their continued support and guidance. The Board of Directors would like to express its sincere appreciation to the National Bank for Agriculture and Rural Development, Government of Andhra Pradesh, Government of Telangana, Union Bank of India, Canara Bank, Andhra Pradesh State Cooperative Bank, Telangana State Cooperative Apex Bank Limited, IMC Limited, KCP Sugars & Industries Limited, the client institutions, bankers and other financial institutions for their consistent support, cooperation and encouragement to the Company.

Your Directors also express their deep appreciation for the devoted and unstinted services tendered by the staff and executives during this challenging year.

On behalf of the Board
For NABSAMRUDDHI Finance Limited

P V S Suryakumar
Chairman
DIN: 06694864
Date: 05 September 2022
Place: Mumbai

Dr. Ushamani P
Managing Director
DIN: 09138953

Corporate Governance Report

1. Our philosophy on Corporate Governance

Our corporate governance practices are a reflection of our value system encompassing our culture, policies and relationships with our stakeholders. Integrity and transparency are key to our corporate governance practices to ensure that we gain and retain the trust of our stakeholders at all times.

Corporate governance is about maximizing shareholder value legally, ethically and sustainably. At NABSAMRUDDHI, the Board exercises its fiduciary responsibilities in the widest sense of the term. Our disclosures seek to attain the best practices in corporate governance. We also endeavour to enhance long-term shareholder value and respect in all our business decisions.

2. RBI Guidelines on Corporate Governance

The Company is categorised as NBFC-ND-SI and the applicable practices with respect to RBI Master Circular Ref. No. DNBR (PD) CC.No.053/03.10.119/2015-16 dated 01 July 2015 are adhered to by the Company.

3. Board of Directors

As on 31 March 2022, the Board consisted of 12 Members. The composition of the Board is in conformity with the Companies Act, 2013 and Corporate Governance Directions issued by Reserve Bank of India.

Composition and Category of Directors as on 31 March 2022:

Board of Directors	Designation	Date of Appointment
Shri P V S Suryakumar	Chairman and Nominee Director	26/06/2020
Shri K S Raghupathi	Nominee Director	26/06/2020
Shri Goverdhan Singh Rawat	Nominee Director	25/08/2020
Shri Lal Singh Tanwar	Nominee Director	24/09/2020
Dr. Nethi Muralidhar	Nominee Director	16/11/2012
Dr R Shreenath Reddy	Nominee Director	30/12/2019
Shri K Dharmiah	Nominee Director	22/11/2013
Shri Ravi Krishan Takkar	Independent Director	02/11/2019
Shri Arvind Kumar Jain	Independent Director	25/03/2020
Shri Vinay Kumar Verma	Independent Director	18/10/2017
Shri Subrata Gupta	Non-Executive Director	26/11/2019
Dr.Ushamani P	Managing Director	06/05/2021

4. Meetings of the Board of Directors

During the year, the Board met 10 (Ten) times, viz., 06 May 2021, 23 June 2021, 23 July 2021, 01 September 2021, 26 October 2021, 16 December 2021, 20 January 2022, 23 February 2022, 14 March 2022 and 29 March 2022 respectively. Necessary quorum was present in all the Board meetings. Further, none of the Directors of the Company have exceeded the maximum number of Directorships as specified under Section 165 of the Companies Act, 2013.

Details of Attendance of Directors for the Meetings of the Board of Directors are furnished in Annexure I.

5. Committees of the Board

The Board has, inter alia, constituted below named committees as required under Companies Act, 2013 and RBI Guidelines, as amended time to time, to delegate particular matters that require more focused attention:

- Audit Committee
- Corporate Social Responsibility committee
- Nomination and Remuneration Committee
- Risk Management Committee
- IT Strategy Committee

The Terms of Reference of the Committees are as per the Companies Act, 2013 and the relevant RBI Guidelines.

i) Audit Committee:

The composition and meeting details are as below:

Composition and Directors attendance (meetings held/ meetings attended)	Details of Meeting(s) held during 2021-22
Shri Ravi Krishan Takkar (4/4) Chairman	30 April 2021, 12 August 2021, 02 November 2021 and 07 February 2022
Shri Arvind Kumar Jain (4/4)	
Smt Suparna Tandon (1/1) (upto 06.05.2021)	
Dr. Ushamani P (3/3) (from 06.05.2021)	

ii) Nomination and Remuneration Committee (NRC):

The details of composition of NRC and the meetings held are as under:

Composition and Directors attendance (meetings held/ meetings attended)	Details of Meeting(s) held during 2021-22
Shri Arvind Kumar Jain (4/4) Chairman	30 April 2021, 16 June 2021, 15 July 2021 and 23 February 2022
Shri Vinay Kumar Verma (4/4)	
Shri Goverdhan Singh Rawat (4/4)	
Smt. Suparna Tandon (1/1) (upto 06.05.2021)	
Dr. Ushamani P (3/3) (from 06.05.2021)	

iii) Corporate Social Responsibility (CSR) Committee:

The details of composition of CSR Committee and the meetings held are as under:

Composition and Directors attendance (meetings held/meetings attended)	Details of Meeting(s) held during 2021-22
Shri K S Raghupathi (4/4) Chairman	03 May 2021, 07 February 2022, 17 March 2022 and 28 March 2022
Shri Arvind Kumar Jain (4/4)	
Shri Subrata Gupta (4/4)	
Smt. Suparna Tandon (1/1) (upto 06.05.2021)	
Dr. Ushamani P (3/3) (from 06.05.2021)	

iv) Risk Management Committee (RMC):

The details of composition of RMC and the meetings held are as under:

Composition and Directors attendance (meetings held/ meetings attended)	Details of Meeting(s) held during 2021-22
Shri Subrata Gupta (5/5) Chairman	30 April 2021, 15 July 2021, 02 November 2021, 08 February 2022 and 15 March 2022
Shri Ravi Krishan Takkar (5/5)	
Shri K S Raghupathi (3/5)	
Smt. Suparna Tandon (1/1) (upto 06.05.2021)	
Dr. Ushamani P (4/4) (from 06.05.2021)	

v) IT Strategy Committee (ITSC):

The details of composition of ITSC and the meetings held are as under:

Composition and Directors attendance (meetings held/ meetings attended)	Details of Meeting(s) held during 2021-22
Shri Vinay Kumar Verma (2/2) Chairman	16 June 2021 and 14 December 2021
CGM DIT, NABARD (2/2)	
Shri Ravi Krishan Takkar (2/2)	
Shri Subrata Gupta (2/2)	
Shri Goverdhan Singh Rawat (2/2)	
Dr. Ushamani P (2/2) (from 06.05.2021)	
Smt. Bonani Roychoudhury (2/2)	
Shri Kaushik Sethna (2/2)	

Details of General Meeting

During the financial year 2021-22, the Twenty-Fourth Annual General Meeting was held on 30 September 2021 and the details are given below:

	Time:	Venue
24th Annual General Meeting	12.00 Noon	Through Video Conferencing facility, therefore deemed venue: NABARD Regional Office, 1-1-61, Yeduguri Chambers, RTC 'X' Roads, Hyderabad-500020.

All the proposed resolutions were passed by the shareholders as set out in their respective notices.

Annexure I

Attendance of Directors at Board Meetings held in FY 2021-22

Names of Directors	Total Attendance (in %)	06 May 2021	23 June 2021	23 July 2021	01 September 2021	26 October 2021	16 December 2021	20 January 2022	23 February 2022	14 March 2022	29 March 2022	AGM held on 30 Sept. 2021
Shri PVS Suryakumar	90	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	No
Shri Goverdhan Singh Rawat	80	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	No	Yes
Dr. Shreenath Reddy	50	No	Yes	Yes	No	No	No	Yes	No	Yes	Yes	Yes
Shri Lal Singh T.	80	No	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Shri Kapudasi Dharmiah	50	No	Yes	Yes	No	Yes	Yes	No	No	Yes	No	Yes
Shri Subrata Gupta	100	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Shri K S Raghupathi	90	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes
Shri Nethi Muralidhar	40	Yes	Yes	No	No	Yes	No	Yes	No	No	No	Yes
Shri Ravi Krishan Takkar	90	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Shri Arvind Kumar Jain	100	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Shri Vinay Verma	100	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Shri Sudhakar Patnana	100	Yes	Yes	NA	NA	NA	NA	NA	NA	NA	NA	NA
Smt. Suparna Tandon	100	Yes	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
Dr. Ushamani P	100	NA	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes

LOA- Leave of Absence, NA- Not Applicable

Annexure II

Annual Report on CSR Activities for the financial year ended 31 March 2022

1. Brief outline of the Company's CSR Policy:

Introduction

Keeping in view the applicability of Section 135 of the Companies Act, 2013 NABSAMRUDDHI Finance Limited (NABSAMRUDDHI) has been providing CSR assistance to various organisations from FY 2019-20 onwards. Further, the CSR Policy of the Company was also revised based on the amendments in Companies (Corporate Social Responsibility Policy) Rules, 2014, with effect from 31 March 2021. The detailed CSR Policy is placed in the Company's website www.nabsamruddhi.in. The focus areas identified by the Company for CSR support during FY 2021-22 included:

- a. Education and Skill Development;
- b. Health Care, including facilities for COVID related activities;
- c. Water, Sanitation and Hygiene (WASH).

2. Composition of CSR Committee and the details of meetings held are as under:

Sl. No	Name of Director	Designation/ Nature of Director	Number of meetings during year	
			Held	Attended
1	Shri K S Raghupathi	Chairman	4	4
2	Shri Arvind Kumar Jain	Member	4	4
3	Shri Subrata Gupta	Member	4	4
4	Smt. Suparna Tandon (Ceased as Member w.e.f. 06 May 2021)	Member	1	1
5	Dr. Ushamani P (appt. as Member w.e.f. 06 May 2021)	Member	3	3

3. Web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company: <https://www.nabsamruddhi.in/who-we-are>

4. Details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report): Since the average CSR obligation of the Company is less than INR 10 Crore, impact assessment of its CSR Projects through an independent agency is not required.

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any: Nil

6. Average Net profit of the Company as per Section 135(5): INR 21,86,62,214/-

7.a. Two percent of average net profit of the Company as per section 135(5) of the Companies Act, 2013: INR 38,88,314/-

b. Surplus arising out of the CSR projects or programmes or activities of the previous financial years: Nil

c. Amount required to be set off for the financial year, if any: Nil

d. Total CSR obligation for the financial year (7a+7b-7c): INR 38,88,314/-

8.(a) Details of CSR spent or unspent for the financial year:

Total Amt. spent for the financial year (in INR)	Amount Unspent (in INR)				
	Total Amt. transferred to Unspent CSR a/c as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amt.	Date of transfer	Name of fund	Amt.	Date of transfer
-	38,88,314/-	30.04.2022	-	-	-

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

1	2	4	5	6	7	8	9	10	11		
Sl. No	Name of the Project	Local Area (Yes/ No)	State / District	Location of the project.	Project duration	Amount allocated for the Project (in Rs)	Amt. spent in the current financial Year (in Rs.).	Amt. transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.)	Mode of Implementation - Direct (Yes/ No).	Mode of Implementation - Through Implementing Agency	
										Name	CSR Reg. No
3 Item from the list of activities in Schedule VII to the Act.		i. Promoting preventive health care & sanitation & making available safe drinking water									
1	Jaldhara Foundation	No	Vizianagaram, Andhra Pradesh	Vizianagaram	1 year	INR 32,29,661	-	INR 32,29,661	No	Jaldhara Foundation	CSR00004069
3 Item from the list of activities in Schedule VII to the Act		i. Promoting preventive health care & sanitation & making available safe drinking water ii. Promoting livelihood enhancement projects as well as education & employment among children, women & the differently abled.									
2	Rajasthan Bal Kalyan Samiti	No	District Udaipur, Rajasthan	Jhadol Block	1 year	INR 6,58,653	-	INR 6,58,653	No	Rajasthan Bal Kalyan Samiti	CSR00009003

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

(d) Amount spent in Administrative Overheads: Nil

(e) Amount spent on Impact Assessment, if applicable: Not Applicable

(f) Total amount spent for the Financial Year (8b+8c+8d): Nil

(g) Excess amount for set off, if any: Nil

9.(a) Details of Unspent CSR amount for the preceding three financial years: INR 5,31,080/-

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

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year: Nil

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): The amount for CSR expenditure for projects were duly sanctioned in March 2022. However due to extenuating circumstances, the same was unable to be disbursed within the given time-frame. The unspent amount has been transferred to the unspent CSR account within the timelines specified. The amounts will be released in tranches based on progress in implementation of CSR projects.

Dr. Ushamani P
Managing Director

K S Raghupathi
Chairman of CSR Committee

Place: Mumbai
Date: 05 September 2022

Annexure III

FORM NO. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

Form for Disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto.

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

S. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Nil
b)	Nature of contracts/arrangements/transaction	
c)	Duration of the contracts/arrangements/transaction	
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	
e)	Justification for entering into such contracts or arrangements or transactions'	
f)	Date of approval by the Board	
g)	Amount paid as advances, if any	
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	

2. Details of material contracts or arrangements or transactions at Arm's length basis.

S. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Annexed
b)	Nature of contracts/arrangements/transaction	Annexed
c)	Duration of the contracts/arrangements/transaction	NA
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Annexed
e)	Date of approval by the Board	01 September 2021/ 29 April 2022 & 05 September 2022
f)	Amount paid as advances, if any	-

Annexure to AOC-2

A. National Bank for Agriculture and Rural Development (NABARD) is the holding company with 91.09% of the paid up equity capital of the Company. The following payments have been made / payable by the Company to NABARD during the FY 2021-22.

(Amount in INR crores)

Payments*	Office Rent	0.05
	Professional charges for staff deputed/posted	1.19
	Interest on loans	29.81

*Approved by the Board of Directors on 29 April 2022

The professional charges include 100 % of expenses towards deputation of officers/ staff of NABARD posted to the Company.

The Company obtained refinance from NABARD. The transactions during the year is as follows:

(Amount in INR crores)

Unsecured Loans*	Opening Balance	544.17
	Loans received during the year	317.35
	Loans repaid during the year	236.64
	Closing balance	624.88

* Approved by the Board of Directors on 29 April 2022

B. The Company received the following refund from NABFOUNDATION, its fellow subsidiary of NABARD

(Amount in INR crores)

NABFOUNDATION*	(Refund)/ Contribution of CSR amount	(0.03)
-----------------------	--------------------------------------	--------

* Approved by the Board of Directors on 29 April 2022

C. The Company made the following payments to its Directors

(Amount in INR)

1) Availing or rendering of services and; 2) Related party's appointment to any office or place of profit in the Company.		
Shri Vinay Kumar Verma		
Professional Charges#		10,000
Sitting Fees*		4,75,000
Total		4,85,000
Shri Subrata Gupta		
Professional Charges#		20,000
Sitting Fees*		5,40,000
Total		5,60,000
Shri Arvind Kumar Jain		
Professional Charges#		10,000
Sitting Fees*		4,60,000
Total		4,70,000
Shri Ravi Krishan Takkar		
Professional Charges*		15,000
Sitting Fees*		4,05,000
Total		4,20,000

Approved by the Board of Directors on 01 September 2021

* Approved by the Board of Directors on 29 April 2022 & 05 Sept. 2022

Sd/-
P V S Suryakumar
Chairman

Sd/-
Dr. Ushamani P
Managing Director

Annexure IV

Management Discussion and Analysis Report

1. Economic Overview

1.1. Macro-Economic Scenario in India

Indian economy rebounded in the second half of FY 2021-22 despite disruptions caused by three waves of COVID-pandemic. The second wave took a heavy toll, pushing the nation into arguably the worst health crisis the country had ever faced. Notwithstanding, as reported by the Reserve Bank of India, the real GDP bounced back in Q2:FY22 and grew at 1.3 per cent over Q2:FY20, supported by the increased vaccination drives and continuing fiscal, monetary as well as regulatory measures undertaken by the Government of India and the Reserve Bank of India. According to the provisional estimates released by the National Statistical Office (NSO) on 31 May 2022, India's real gross domestic product (GDP) growth in FY 2021-22 was 8.7 per cent. This works out to 1.5 per cent above the pre-pandemic level (FY 2019-20). In Q4:FY22, real GDP growth decelerated to 4.1 per cent from 5.4 per cent in Q3, dragged down mainly by weakness in private consumption on the back of the Omicron wave.¹ While the direct economic impact of new waves of COVID-19 has moderated, pandemic developments remain an ongoing downside risk.

The tense global geopolitical situation due to the Russia-Ukraine war has impacted global economy adversely and the Indian economy too felt the ripple effects, with the consequent elevated commodity prices contributing to the country's rising inflation rate. The government responded to the high inflationary pressures in the economy by announcing a series of steps to cool prices and cushion the impact on the common man. Taking stock of the evolving developments and with inflation pressures getting generalised, the Monetary Policy Committee (MPC) in its April and June meetings revised the projection of inflation for FY 2022-23 in two stages to 6.7 per cent. About three-fourths of the revision in June was on account of the effect of geopolitical spill-overs to food prices. The MPC also decided to increase the policy repo rate by 40 bps, 50 bps and 50 bps in May, June and August respectively to 5.4%.

The International Monetary Fund (IMF), in its latest World Economic Outlook, projected that India would grow by 8.2 per cent in FY 2022-23, which is a sharp downward revision from its earlier projection of 9 per cent, mainly based on the impact of Russia-Ukraine war, global supply chains disruptions and price rises.

As per the Global Economic Prospects of World Bank, India's growth is forecast to edge down to 7.5 percent in the fiscal year 2022-23, with headwinds from rising inflation, supply chain disruptions and geopolitical tensions offsetting buoyancy in the recovery of services from the pandemic.

2. NBFC Sector in India

The Non-Banking Financial Companies (NBFC) sector has gone through extraordinary progress over the past few years in terms of size, operations, technological sophistication and entry into newer areas of financial services and products. NBFCs complement banks in the credit intermediation process by offering diversified, tailor-made financial products through innovative service delivery mechanisms. Furthermore, they facilitate financial inclusion by providing timely and adequate credit to unbanked sections of the population. Over the years, NBFCs have assumed systemic importance due to their inter-linkages with the banking sector, capital markets and other financial sector entities. They consolidated their positions in the lending space following asset quality concerns of banks. NBFCs' credit to Gross Domestic Product (GDP) ratio increased from 8.6 per cent in FY 2012-13 to 13.7 per cent in FY 2020-21.²

A total of 9,680 NBFCs were registered with the RBI as on September 2021, of which 52 were deposit-taking (NBFCs-D) and 312 were systemically important non-deposit taking NBFCs (NBFCs-ND-SI). All NBFCs-D and NBFCs-ND-SI are subject to prudential regulations such as capital adequacy requirements and provisioning norms along with reporting requirements.²

The NBFC sector has faced strong headwinds during the last four financial years beginning with the IL&FS led funding crisis in FY 2018-19, the economic slowdown in FY 2019-20 and the COVID pandemic in FY 2020-21. During FY 2021-22, the second Covid-19 wave was again a setback for the sector as it adversely impacted the Indian economy that was beginning to recover after the most severe contraction since Independence.

As per RBI Annual report for FY 2021-22, the balance sheet of non-banking financial companies (NBFCs) expanded in 2021-22 (up to December 2021) but asset quality in the sector deteriorated. Nevertheless, capital cushions showed an improvement.

Aggregate credit extended by NBFCs stood at INR 28.5 lakh crores in March 2022. In terms of credit dispensation by category of NBFC, investment and credit companies (NBFC-ICC) and infrastructure finance companies (NBFC-IFC) predominated in gross loans and advances in March 2022. The GNPA ratio of NBFCs eased in March 2022 to 6.2% from 6.8% in September 2021, the moderation witnessed across both public and private sector NBFCs. The improvement was primarily on account of 340 bps dip in the GNPA ratio of the services sector. The aggregate NNPA ratio of NBFCs also ebbed in March 2022, despite a 90 bps rise in the NNPA ratio for the industrial sector loans on account of curtailed provisioning. The capital position of NBFCs remained robust and their return on assets (RoA) recouped in March 2022.³

To strengthen supervision over NBFCs, the Reserve Bank of India (RBI) introduced Scale-Based Regulation and revised NPA recognition and upgradation norms during 2021.

3. NABSAMRUDDHI Finance Limited

3.1 A brief overview

NABSAMRUDDHI Finance Limited is a subsidiary of NABARD and is registered as a Non-Banking Financial Company with the Reserve Bank of India. It is promoted with equity participation from National Bank for Agriculture and Rural Development (NABARD), erstwhile Andhra Bank (now merged with Union Bank of India), Canara Bank, Government of Andhra Pradesh, Government of Telangana, Andhra Pradesh State Cooperative Bank, Telangana State Cooperative Apex Bank and others. As a part of its rebranding exercise, the name of the Company was changed from Agri Business Finance Limited to NABSAMRUDDHI Finance Limited during FY 2016-17. At around the same time, the Company decided to expand its operations from Telangana/ Andhra Pradesh to pan India, reoriented its business model from retail to a largely wholesale model and its Corporate Office was set up in Mumbai while the Registered Office continued in Hyderabad. The Company attained Systemically Important (SI) status during FY 2019-20.

3.2. Affirmation of Credit Rating

For FY 2021-22, India Ratings and Research (Ind-Ra) affirmed NABSAMRUDDHI Finance Limited 'IND AA' Rating with a Stable Outlook. The rating is driven by continued support from its majority shareholder, i.e., NABARD, towards capital, liquidity, operations and Board/ Management support as well as Company's alignment with the corporate vision of NABARD, adequate capitalisation levels, etc.

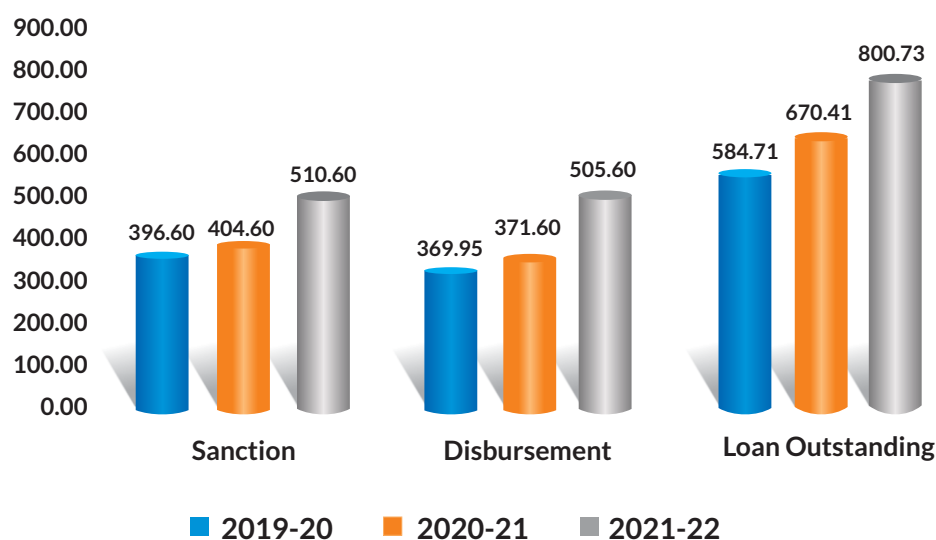
3.3 Business Performance

The Company has achieved Assets Under Management (AUM) of INR 835.49 Crore as on 31 March 2022 as against INR 718.14 Cr as on 31 March 2021, registering a growth of 16.34% inspite of a challenging macro-economic environment due to disruptions caused by COVID pandemic.

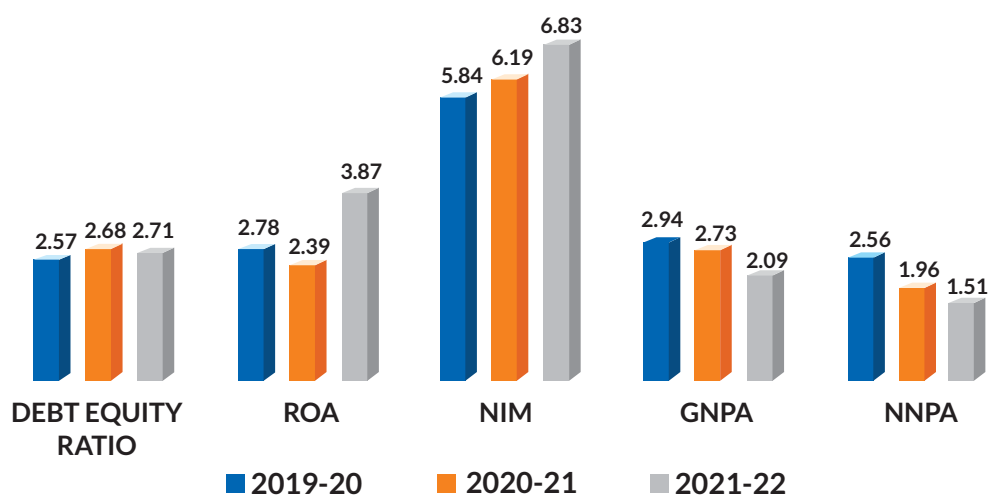
- Loan and Advances outstanding as on 31 March 2022 was INR 800.73 Crore as against INR 670.41 Crore as on 31 March 2021, indicating a growth of 19.44%;
- Owned Funds increased from INR 203.08 Cr to INR 230.39 Cr, contributed through augmentation of reserves through appropriation of profits;
- Gross Revenue as on 31 March 2022 was INR 79.58 Crore as against INR 74.17 Crore as on 31 March 2021, indicating a positive growth of 7.29%;
- PAT as on 31 March 2022 was INR 27.31 Crore as against INR 16.13 Crore, indicating a positive growth of 69.31%;
- Considering the adverse impact of Covid-19 pandemic on cash flows of the clients, the company reckoned to make higher provision of 20% on Sub-Standard assets, 30% for Doubtful assets (D1 Category) against the norm of 10% and 20% respectively, depending on the age of NPA. Further, provision has been created in respect of Standard Assets at 0.40%.

Year wise Sanctions, Disbursements and Loan Outstanding

(INR Cr)

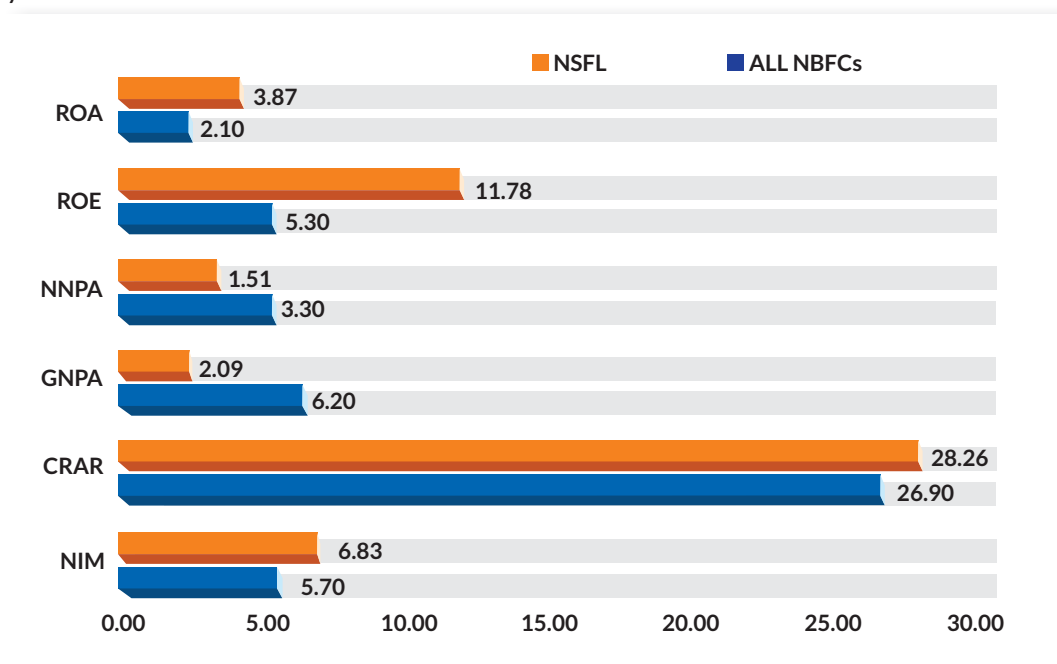


Details of Key Financial Ratios



Industry Benchmark vs NABSAMRUDDHI Finance Limited

A Comparison of the key financial ratios of NSFL vis-à-vis the Industry average is indicated in the diagram below. As may be seen therefrom, the financial ratios of the Company compare favourably with those of the industry as a whole.



(Source: RBI, Trends and Progress in Banking FY 2020-21 and Financial Stability Report, June 2022)

3.4 Diversification of Business and Other developments

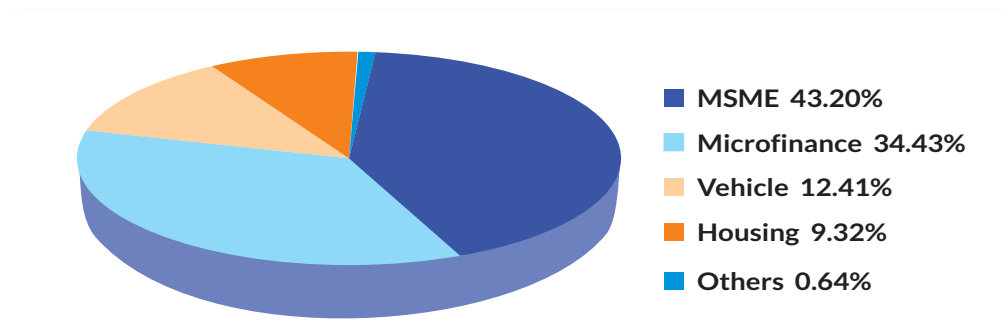
- i. To improve its impact footprint and in keeping with the global, national as well as the Parent/major stakeholder, i.e., NABARD's commitment to Sustainable Development Goals, the Company reoriented its business strategy during the year by adopting three segments as its focus areas, i.e., **Green Finance & Wellness, Fabric & Textile value chain and Handicrafts value chain**. The Company has moved ahead in not only financing these segments but also in educating and influencing the partners in adopting ESG and responsible lending norms.
- ii. The Company disbursed INR 185 Crore (34% of total disbursement) towards on-lending for these focus segments while cumulative disbursements to these segments reached INR 210 Crore.
- iii. Water, Sanitation and Hygiene (WASH), one of the areas under the Focus Segment 'Green Finance and Wellness', was introduced as a niche product during FY 2020-21. NABSAMRUDDHI has been financing this segment through bulk loans to MFIs and other NBFCs. During FY 2021-22, an amount of INR 76.50 Cr. was disbursed to 8 entities for activities like construction of toilet, toilet improvement, drinking water facilities, hygiene products value chain etc., taking the cumulative disbursement to INR 94 Crore. On its Silver Jubilee day (17 February 2022), the Company entered into an MoU with Water.org for partnering for promotion of WASH segment.
- iv. Total disbursements of the Company across all products increased from INR 424 Crore in FY 2020-21 to INR 540 Crore in FY 2021-22. Disbursements of loans (INR 505.60 Crore) and investments in PTCs (INR 34.30 Crore) were made in respect of 35 entities (including 17 new entities) under various products with adequate sectoral and geographical diversification.
- v. To promote innovative financial products and models of credit delivery, the Company formulated a

policy for financing Start-up NBFCs.

vi. The Company opened new offices at Chennai and New Delhi for expansion of business, closer and more frequent monitoring of clients and reduction of turnaround time for documentation process.

3.5 Sectoral Exposure

The company has been providing credit facilities to clients in the off farm sector, microfinance, MSME and for promotion, expansion, commercialization and modernisation of agriculture and allied activities. The percentage share of various sectors in the total AUM as on 31 March 2022 is depicted as under:

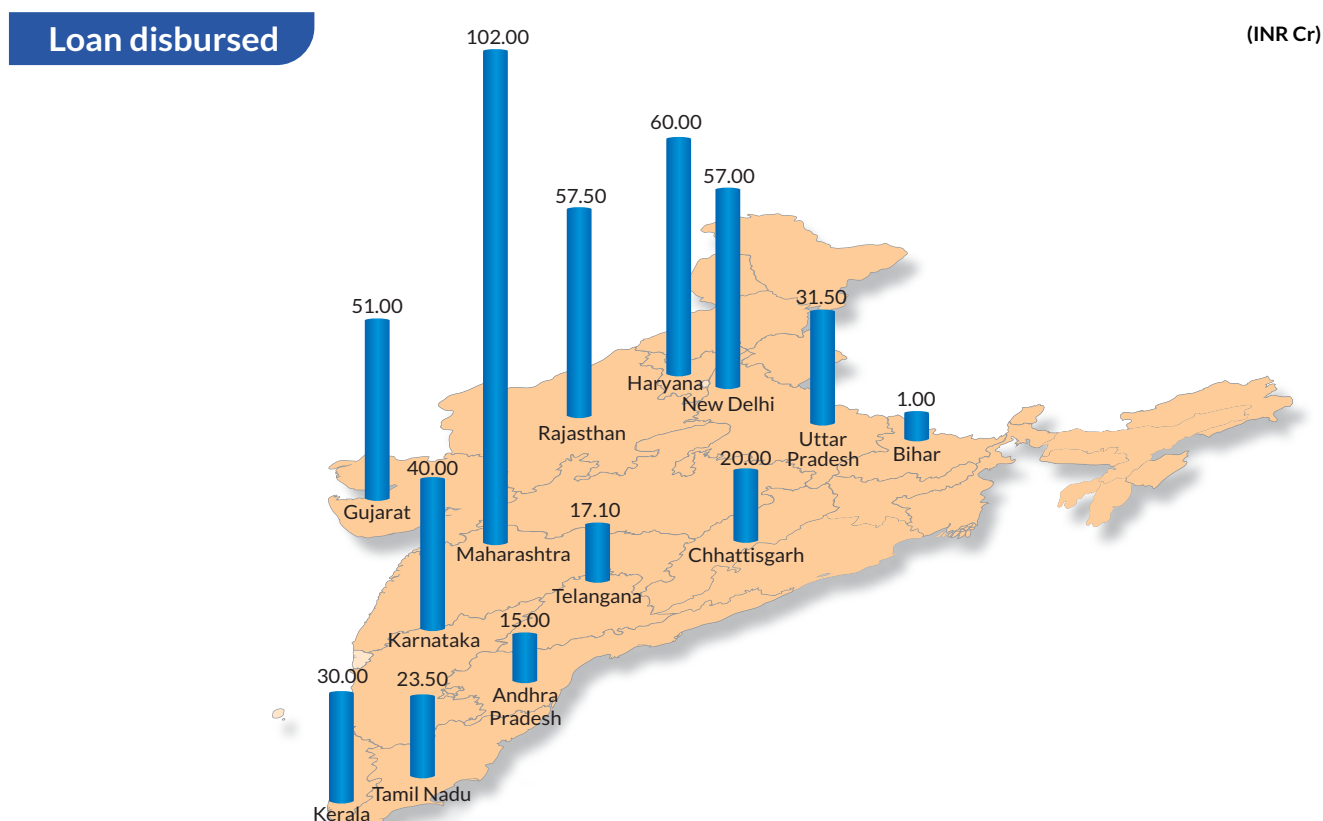


3.6 Growing Outreach

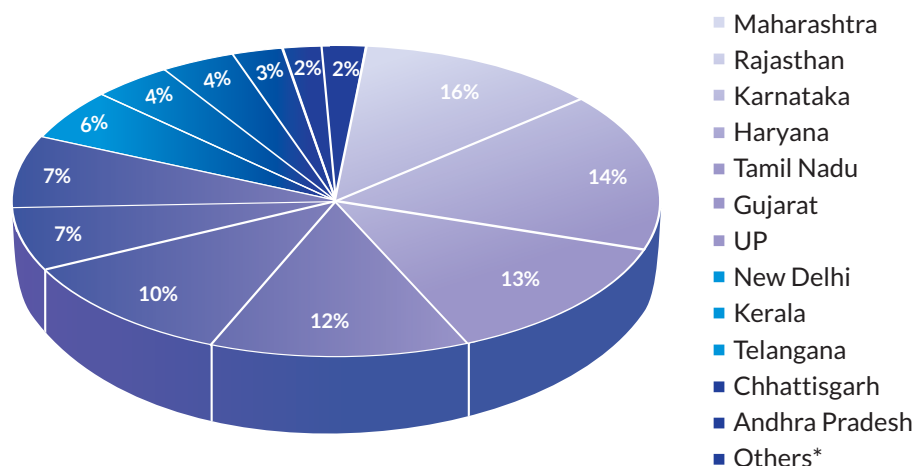
During FY 2021-22, the Company has been able to provide direct credit facilities to 35 institutional clients (including 17 new entities) spread over 13 states.

3.6.1 State wise loan disbursed during FY 2021-22

The Company has been able to reach out to more than 1 lakh ultimate beneficiaries in 25 states and 2 Union Territories cumulatively through NBFCs, NBFC-MFIs and other institutional clients who have headquarters in 15 States.



3.6.2 State wise loan outstanding as on 31 March 2022



*Others include Bihar, Odisha and West Bengal

3.7 Technology Interventions

IT initiatives undertaken by the Company included, *inter alia*, conduct of IT/IS Audit, initiation of implementation of CLMAS, Disaster Recovery Setup for ILMAS Application, migration to new Corporate Website and roll-out of new design of Candidates sourcing application (Careers Portal).

The Company projects to use technology for administrative purposes also and thus move towards being a fully tech-enabled organization.

3.8 Human Resource Management

The Company believes that Human Resource Management plays a very important role in achieving the Company's objective. During FY 2021-22, the Company augmented its manpower by recruitment of specialists for its Credit & Business Development, Risk Management, Compliance and Administration verticals. Going forward, the Company will continue to focus on nurturing the right talent to achieve the business goal.

The Company adopted 'Work From Home' Strategy during the lockdown as per its Business Continuity Plan. The Company was able to undertake all its critical as well as regular functions, including conduct of Board Meetings, finalisation of accounts, Audit, Business/ Product Development, etc., with the help of technology.

Further, several initiatives were taken to strengthen training and capacity building of NABSAMRUDDHI's employees.

3.9 Risks and Concerns

The Company has implemented a Board approved Risk Management Policy in order to assess, monitor and manage various risks in business operations. The Company manages its Business Continuity risks by building suitable risk mitigation strategies. The Company has also formulated ALM policy during the year.

3.10 Internal Controls and adequacy

The Company has adequate internal control systems and procedures in place to safeguard its assets and protect against losses from any unauthorised use or disposition. The internal control system is supplemented by internal audits, inspection and review by NABARD, reviews by the management and documented policies. The Company has also adopted a Board approved Whistle Blower Policy and Monitoring Policy during FY 2021-22.

4. Way Forward for FY 2022-23

To support higher levels of business and also to maintain capital adequacy, the company expects fresh equity infusion. Further, the Company has formulated its Human Resource plan and is recruiting employees in line with the projected business plan. The Company has plans for diversification of its lending products in line with the current macro-economic scenario. While aiming at significant market penetration, organic growth has been targeted by way of new products and customer segments, simultaneously sustaining its core specialisation in bulk finance. In keeping with its mandate, NABSAMRUDDHI aspires to become one of the top lenders in its focus segments through its financial and promotional role.

5. Cautionary Statement

Certain statements in the “Management Discussion and Analysis” section may be forward-looking and are stated as required by applicable laws and regulations. Many factors may affect the actual results, which could be different from what the Management envisages in terms of future performance and outlook due to various external and internal risks and uncertainties. Readers are cautioned not to place undue reliance on these forward-looking statements.

This report should be read in conjunction with the financial statements included herein and the notes thereto.

Bibliography:

1. *Monetary Policy Statement, 2022-23 Resolution of the Monetary Policy Committee (MPC) June 6-8, 2022.*
2. *Report on Trend and Progress of Banking in India 2020-21, Reserve Bank of India.*
3. *Financial Stability Report, Issue No. 25, Reserve Bank of India, June 2022.*

Secretarial Audit Report

[Pursuant to section 204(1) of the Companies Act, 2013 and
Rule 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2022

To
The Members of
M/s. NABSAMRUDDHI FINANCE LIMITED

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s. NABSAMRUDDHI FINANCE LIMITED (hereinafter called the company).

Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion thereon.

Based on our verification of the books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31 March 2022 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance - mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by M/s NABSAMRUDDHI FINANCE LIMITED ("the Company") for the financial year ended on 31 March 2022, according to the provisions
 - (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
 - (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder - Not applicable for the period under review;
 - (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
 - (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings - Not applicable for the period under review;
 - (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 - Not applicable for the period under review;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 - Not applicable for the period under review;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 - Not applicable for the period under review;
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 - Not applicable for the period under review;
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 - Not applicable for the period under review;
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client - Not applicable for the period under review;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 - Not applicable for the period under review; and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 - Not applicable for the period under review.
- (vi) I further report that having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof on test-check basis, the Company has complied with the following laws applicable specifically to the Company:
- i) Income Tax Act, 1961.
 - ii) The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.
 - iii) Reserve Bank of India (RBI) Directions, Guidelines and Circulars applicable to Systemically Important Non-Deposit Accepting or Holding NBFCs.
2. We have also examined compliance with the applicable clauses of the following:
- l) Secretarial Standards issued by The Institute of Company Secretaries of India.
During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.
3. We further report that:
- (a) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

- (b) Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
 - (c) Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.
4. We further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

For MARTHI & CO.,
Company Secretaries

Sd/-
S S MARTHI
PROPRIETOR
FCS 1989, CP 1937

Place: Hyderabad
Date: 29 June 2022
UDIN: F001989D000541946

Note: This report is to be read with letter of even date which is annexed as "ANNEXURE A" and forms an integral part of this report.

Annexure – A to Secretarial Audit Report of even date

To
The Members of
M/s. **NABSAMRUDDHI FINANCE LIMITED**

Our Secretarial Audit Report (Form MR-3) of even date for the financial year ended 31 March 2022 is to be read along with this letter.

1. The Company's management is responsible for maintenance of secretarial records and compliance with the provisions of corporate and other applicable laws, rules, regulations and standards. Our responsibility is to express an opinion on the secretarial records produced for our audit.
2. We have followed such audit practices and processes as we considered appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records.
3. While forming an opinion on compliance and issuing this report, we have also considered compliance related action taken by the Company after **31 March 2022** but before the issue of this report.
4. We have considered compliance related actions taken by the Company based on Independent legal / professional opinion obtained as being in compliance with law.
5. We have verified the secretarial records furnished to us on a test basis to see whether the correct facts are reflected therein. We also examined the compliance procedures followed by the Company on a test basis. We believe that the processes and practices we followed provide a reasonable basis for our opinion.
6. We have not verified the correctness and appropriateness of financial records and books of accounts of the Company.
7. We have obtained the Management's representation about compliance of laws, rules and regulations and happening of events, wherever required.
8. Our Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place: Hyderabad
Date: 29 June 2022

UDIN: F001989D000541946

For MARTHI & CO,
Company Secretaries

Sd/-
S S MARTHI
PROPRIETOR
FCS 1989, CP 1937

SUCCESS STORIES



Success Stories : Focus on Impact

NABSAMRUDDHI Finance Limited, in its initial years' as Agri Business Finance Limited (ABFL), had a regional focus and retail mode of lending. During FY 2016-17, the Company reoriented its business model from retail to that of a largely wholesale model and since then it has been financing legal entities such as NBFCs, Trust and Section 8 Companies mainly for on-lending Pan India for off-farm activities, covering a wide range of activities.

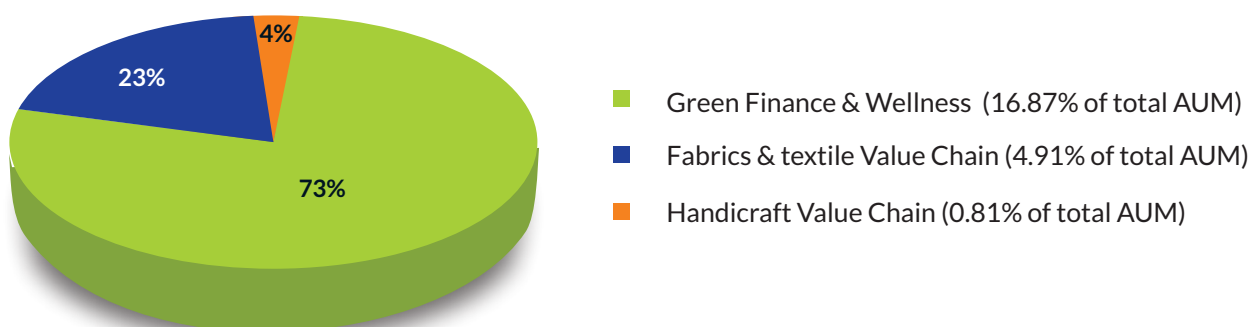
Going forward, in order to attain a distinct character and segment leadership and to improve our impact footprint, a need was felt for transforming ourselves by focusing on 2-3 select segments for the Company's future business. Through a series of intensive and extensive research and analysis, insightful interactions with clients and other stakeholders and in keeping with the global, national as well as the Parent/major stakeholder, i.e., NABARD's commitment to Sustainable Development Goals (SDGs), the Company adopted three focus segments, viz., Green Finance & Wellness, Fabric & textiles value chain and Handicrafts Value chain during FY 2021-22. The achievement and impact created are presented in the following pages.

A. Overview of the Focus Segments

During the year, the Company has disbursed INR 185 Cr towards on-lending for these focus segments (34% of total disbursement and 22.59% of AUM) which contribute towards the following SDGs:



Share of each sub-segment in the total disbursement under focus areas during FY 2021-22:



A brief overview of these focus segments is presented below:

1. Green Finance & Wellness

According to the updated NDC, India now stands committed to reducing emissions intensity of its GDP by 45 per cent by 2030, from 2005 level; achieving about 50 per cent cumulative electric power installed capacity from non-fossil fuel-based energy resources by 2030 and has set its long-term mission to achieve net-zero emissions by 2070. According to the CEEW-Centre for Energy Finance, we need more than \$10 trillion in investment to achieve this green goal.

Further, India is committed to achieving Universal Health Coverage as part of the Sustainable Development Goals. The improving Indian economy has given opportunity for the lower and middle class consumers to spend more on their health and well-being. And the Indian Government's role in inviting key players to invest in wellness under the flagship "Make in India" scheme and in establishing the Ministry of AYUSH are also indicative of boosting the health and wellness market in the country.

We have clubbed 'Green Finance and Wellness' as one of our focus segments as these are intertwined since the survival of humans is only possible in healthy ecosystems.

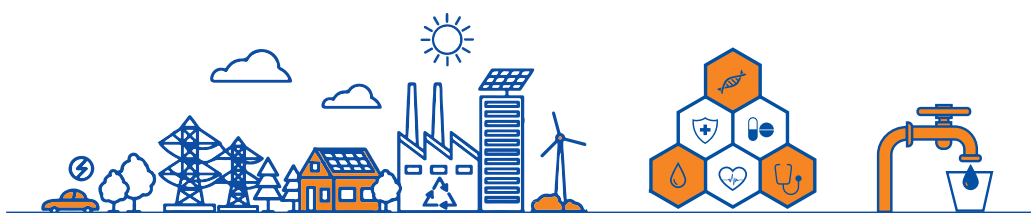
The following indicative sub-segments have been identified under 'Green Finance & Wellness':

Climate Action:

Clean Energy Value Chain (Renewable Energy, Electric vehicle & Other Clean energy products), other green/sustainable processes, climate change mitigation and adaptation.

Pharma and Wellness Value Chain

Water, Sanitation and Hygiene (WASH)



During FY 2021-22, the Company has disbursed an amount of INR 136 Cr under Green Finance & Wellness forming 73% of total disbursement under focus segments and contributing 16.87% of total AUM of the company, the contribution of the sub-segments being WASH (9.87%), Renewable Energy (1.63%), Electric Vehicle (1.92%), Pharma & Wellness (1.40%) and Others (2.05%).

WASH, being one of the major sub-segments under Green Finance & Wellness, was identified as a niche product of NABSAMRUDDHI during FY 2020-21. The Company has cumulatively disbursed an amount of INR 94 Cr for WASH activities through bulk loans to MFIs and other NBFCs, during the last two years.

NABSAMRUDDHI is mindful of the impact of its operations at the ground level, snippets of which has been captured below through a few impact stories:

Battery Smart

UC Inclusive Credit Private Limited (UCIC)

Founded by IIT-Kanpur graduates Pulkit Khurana and Siddharth Sikka, Battery Smart is building India's largest and fastest-growing battery-swapping network for electric two and three-wheelers. Operationalized in June 2020, Battery Smart seeks to revolutionize the EV sector by making the adoption of electric mobility simple, economical, and accessible through a unique partner-led model. With the financial support of our client 'UCIC', the Company has been able to achieve its aim and till date, Battery Smart has 250+ live Swap Stations across 10 cities, and has completed 3 million swaps; while powering 100 million emission-free kms.



Solar Roof Top for MSME

Ananya Finance for Inclusive Growth Pvt. Ltd.

A proprietorship firm based in Guntur, Andhra Pradesh, is engaged in processing of toor dal. With a motive of saving on the electricity costs, the firm intended to set up a 73-kW rooftop solar power unit. With the financial assistance from our client 'Ananya Finance for Inclusive Growth Pvt. Ltd.', the firm was able to set up the rooftop solar power unit, due to which the monthly savings in the electricity bill increased resulting in an increase in profits. Also, there was reduction in carbon emissions after the solar unit was set-up.

Blu-Smart

UC Inclusive Credit Private Limited (UCIC)

Blu-Smart is India's first ride hailing platform that provides exclusively electric vehicles to its riders. Founded by Anmol Singh Jaggi (in pic), Punit K Goyal and Puneet Singh Jaggi in 2019, Blu-Smart differentiates from other ride-hailing operators is that all the drivers are the company's driver partners and are assured with minimum base guarantee (MBG) remuneration. BluSmart currently operates out of the National Capital Region and is soon planning to expand into other geographies as well. The financial assistance of our client 'UCIC' has contributed to the fast growth of the company which currently has more than 1700 cars, 2221 driver partners of which 23 are women. Blu-smart boasts of no surge pricing and no cancellations.



“

“The Company feels privileged to have received loan assistance from NABSAMRUDDHI since 2020. The said funding not only helped us to provide assistance to impacting companies in the EV space, viz., Blu-Smart Mobility Private Limited and Upgrid Electrilease Private Limited (Battery Smart) but also many other start-up companies in various other sectors. The Company really values the amazing support and guidance provided by NABSAMRUDDHI team and looks forward for continuous support to build UCIC as a niche player in the early stage lending space.”

Mr. Abhijit Ray,

Co-founder and Managing Director, UC Inclusive Credit (UCIC),



M/s. SP Accure Labs Pvt Ltd.

Profectus Capital Private Ltd.

M/s. SP Accure Labs Pvt Ltd. is a pharmaceuticals company incorporated in 2013, promoted and managed by Mr. K Vijaya Prakash. The Company is engaged in manufacturing formulations, oral solids, and injectables and specializes in the Oncology segment. With the financial support of our client 'Profectus Capital', the company was able to purchase new equipments and set up new facilities resulting in the growth of the Company.

“

“Profectus Capital continuously supports ethical, growing and sustainable businesses in important sectors such as Pharmaceuticals & Health Care, thereby contributing to the Atmanirbhar Bharat mission. Financial assistance from NABSAMRUDDHI has been a great enabler”

Mr. K V Srinivasan,

CEO & Whole-time Director, Profectus Capital Private Ltd.

Pramod Devi

Sahayog Development Services

Pramod Devi belongs to village Simra in Muzaffarpur district, Bihar. Her husband is a bus driver and family income is very low. There was no toilet in her home and the family used to defecate in the nearby fields. Due to low income, she was not able to construct a toilet in their home. However, with the financial assistance from our client 'Sahayog Development Services', she was able to pay for the construction of toilet at her home which helped in improving their quality of life.



Sweety Plant Proprietor

Sahayog Development Services (SDS)

Our client, Sahayog Development Services has also extended loans to cement ring manufacturers (CRMs) to manufacture cement rings for toilet construction. With the support of M/s SDS, Sweety Plant proprietor Ram Surat Kumar in Bihar has been able to expand his business of cement ring manufacturing and he has become largest Cement Ring Manufacturer of Kalyanpur and adjoining blocks of Samastipur district of Bihar state.



A few pictorial depiction of impact under WASH financing by NABSAMRUDDHI through our client 'FWWB' are depicted here:



2. Fabric & textile Value Chain

The Indian textile industry is one of the largest in the world with a large unmatched raw material base and manufacturing strength across the value chain. India is the 6th largest exporter of Textiles & Apparel in the world. The share of textile, apparel and handicrafts in India's total exports was 11.4% in FY 2020-21. This segment, being the second-largest employer in India after agriculture, provides direct and indirect employment and source of livelihood for millions of people including a large number of women and rural population across the country thereby contributing to the economy in line with the government's key initiatives of Make in India, Skill India, Women's Empowerment and Rural Youth Employment. The growth potential of the Indian fabric value chain and its current contribution to industrial output, employment generation and export earnings, paints a promising future for the industry.

NABSAMRUDDHI has disbursed INR 42.99 Cr during FY 2021-22 for fabric and textile value chain. Few of the impact stories of the ultimate beneficiaries is depicted below:

Jayshreeben Shah

Ananya Finance for Inclusive Growth Pvt. Ltd.



Jayshreeben Shah from Chandkheda, Ahmedabad, Gujarat is a self-employed woman engaged in the trading of clothes (dupattas, leggings, dress material/fabric, kurtis) from her home. With the financial support from our Client 'Ananya Finance for Inclusive Growth Pvt. Ltd.' there was sizeable increase in her business income [profit] from INR 6,000-7,000 to INR 20,000 - 25,000 per month, thus improving her living standard. She has now become a source of motivation for other women in her community.

Ms. Geeta Devi

Satya MicroCapital Limited

Ms. Geeta Devi, mother of 4, belongs to Qasim Nagar, Jammu. Her husband works as a daily wage woodworker having monthly earning of INR 5000/-. They were not able to provide quality education to their children. Ms. Geeta was good at sewing curtains and with the loan support from our Client 'Satya MicroCapital Limited', she was able to start her business of sewing curtains. She did well in sewing business and was able to repay the loan on time. Due to further support from Satya MicroCapital Limited, she is now able to earn around INR 1000-/day which helped in improving her living standard and provide quality education to her children. With the increase in business, she wants to train and give employment to women like her in her society for their socio-economic upliftment.



“

“The Company extends its gratitude to NABSAMRUDDHI for fostering trust and confidence in their working during the trying times of COVID. It is because of the risk endured and support extended by NABSAMRUDDHI that Satya MicroCapital Ltd. was able to take exposure and back aspiring micro entrepreneurs even during the pandemic.”

Mr. Vivek Tiwari,
MD & CEO, Satya MicroCapital Limited.



Suman Bindal

Light Microfinance

Smt. Suman Bindal, a grand mother, belongs to Panipat, Haryana. She decided to run her own business and installed a handloom in a nearby plot and started manufacturing doormats from the waste of flannel blankets. However, due to COVID-19, her business was very slow. But, with the financial support of our client 'Light Microfinance', her business has increased. Today she employs 11 people and takes care of manufacturing and also marketing. The financial independence and confidence of Smt. Suman Bindal has inspired several women around her.

3. Handicrafts Value Chain

The Handicraft industry is a major source of income for rural communities and employs over seven million artisans including a large number of women and people belonging to the weaker sections of the society. It is a highly labor intensive, cottage based and de-centralized industry.

Significant advances in the availability of handicraft products on various online portals are bolstering market growth in India. Furthermore, rising demand for handmade décor accessories in homes, offices, and restaurants and rising demand from the gifting industry are propelling market growth.

NABSAMRUDDHI has adopted this as a niche segment for onlending to MSMEs for production, distribution and marketing of raw materials, finished products in respect of handicraft items and all other associated Income Generating Activities. During FY 2021-22, the Company has disbursed an amount of INR 6.68Cr under this segment.

One of the impact stories of the beneficiaries in the segment is presented below:

Geeta Bai

Annapurna Finance Private Limited

Geeta bai belongs to Badodiya Village of Jhalawar district in Rajasthan. She started the bamboo-making business to provide basic amenities to her family of four members. Geeta's husband also helps her in making the baskets. With the financial support from our client 'Annapurna Finance Private Limited', she was able to carry forward the business smoothly. She sells the baskets to the nearest market in her village and earns enough to support her family.



B. Overview of Other Segments

Apart from the focus segments, the Company has disbursed an amount of INR 355 Cr to NBFCs, Trust and Section 8 Companies for onlending to segments like general business loan, housing, microfinance, vehicle, etc.

Impact of our lending to the ultimate beneficiaries are captured in the following success stories:



Manoj
India Shelter Finance Limited

Mr. Manoj belongs to a small village 'Madhosingh Pura' in Rajasthan and works as a vegetable wholesaler. He had been staying with his family in a rented home since last 10 years and wanted to have his own home. With the support of our client 'India Shelter', he was able to get an easy home loan and experience the happiness of his family staying together in their own home.

Shivani Nikam
InCred Financial Services Limited

Shivani's financial constraints and rejection by other banks & NBFCs made getting an education loan very difficult. But our client 'InCred Financial Services Limited' not only helped Shivani by disbursing the loan within 3 working days but also helped her through the entire documentation process. Due to a quick TAT, Shivani is successfully pursuing her dream of obtaining a Master's degree in medical engineering today.



Shobha Daulappa Bansode
Inditrade Microfinance

Smt. Shobha had started her working life as a saleswoman in a footwear store. With the financial support of our client 'Inditrade Microfinance Limited', she was able to set up her own store. With the increase in income, she was able to help her family meet their aspirations by buying her son an auto-rickshaw and her husband a sewing machine. Today Shobha and her family are inspiring all those around them.

Corporate Social Responsibility Initiatives

NABSAMRUDDHI has been providing CSR assistance to various organisations from FY 2019-20 onwards. During FY 2021-22, we had sanctioned two projects, the highlights are captured below:

1. Pushpagiri Vitreo Retina Institute (PVRI) in Vizianagaram, Andhra Pradesh, a super speciality eye hospital, was dependent on the water supplied by local municipality, supplemented by ground water sources and also water supplied in tankers for meeting the requirements of drinking water and hospital needs. There were issues in terms of both availability and quality of this water. NABSAMRUDDHI supported the hospital to set up an Atmospheric Water Generator of 1500 LPD capacity, which produces pure drinking water from water vapour in the air, with zero

dependence on other water sources. An amount of INR 32.29 lakh was sanctioned to Jaldhaara Foundation from the Company's CSR Fund for this project. The unit was an instant hit among the patients and the hospital staff.



Atmospheric Water Generator



Water Dispenser

Officials and patients of PVRI enjoying the pure drinking water

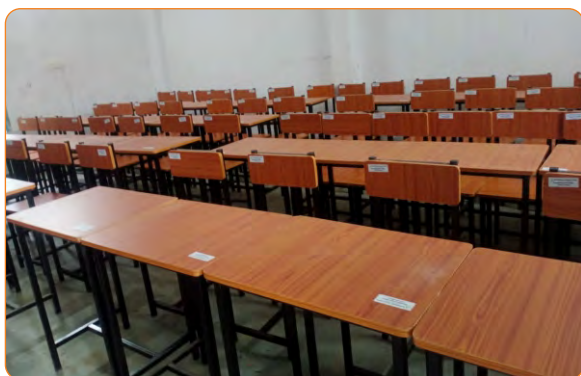
2. The second project was sanctioned to Rajasthan Bal Kalyan Samiti (RBKS) to provide basic infrastructure at Education Complex School at Jadhol, Udaipur where the tribal girls stay and study. NABSAMRUDDHI had supported the setting up of an RO drinking water unit of 250 litre/hour capacity and 205 tables and chairs. These infrastructure will go a long way in improving the health of tribal students and Improve the overall learning environment. An amount of INR 6.59 lakh was sanctioned for this project.



Water Purifier and Water Cooler



Children drinking clean water in school



Study table and chairs



Children attending class

Revised Independent Auditor's Report

(Issued consequent to Audit Enquiry Dt.08.07.2022 by the Office of the Director General of Commercial Audit, AG's Office Complex, Saifabad, Hyderabad. This Independent Auditors' Report supersedes our report issued on 29.04.2022)

To
The Members of NABSAMRUDDHI FINANCE LIMITED

Report on the audit of the financial statements

1. Opinion

We have audited the accompanying financial statements of NABSAMRUDDHI FINANCE LIMITED ("the Company"), which comprise the balance sheet as at March 31, 2022, 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 gives the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit and its cash flows for the year ended on that date.

2. Basis for opinion

We conducted our audit in accordance with the standards on auditing 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 Act and the rules thereunder, 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.

3. Information Other than the financial statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report but does not include 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 during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

4. Responsibilities of management for financial Statements

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

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

5. Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing (SA's) 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 SA's, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. 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.

5. 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.
6. 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.
7. 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.

6. 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 Companies Act, 2013, we give in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(5) of the Companies act, 2013 with regard to directions Issued by Comptroller and Auditor General (CAG) of India, Refer "Annexure C".
3. Additional Report as per Master Direction - Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2016 is given in "Annexure D".
4. 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 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 March 31, 2022 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) With respect to the adequacy of internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure B" and;
 - (g) 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;

- a. The Company does not have any pending litigations which would impact its financial position;
- b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
- c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- d. (i) The management has represented that, 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) The management has represented that, 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 audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.
- e. The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.

For SR Mohan & Co
Chartered Accountants
[Firm Registration No. 002111S]

Sd/-

(S Sandeep Reddy)
Partner
M.No. 242470
UDIN: 22242470AMTGIS3563
Place: Hyderabad
Date: 13.07.2022

Annexure-A

To The Independent Auditors' Report

- i. (a) A. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- B. The company has maintained proper records showing full particulars of Intangible assets.
- (b) The Property, Plant and Equipment has been physically verified by the management at reasonable intervals having regard to the size of the company. According to the information and explanation given to us there were no material discrepancies noticed on such verification.
- (c) There are no Immovable Properties held by the Company.
- (d) According to the information and explanation given to us, the company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
- (e) According to the information and explanations given to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- ii. (a) According to the information and explanations given to us, the company does not hold any inventory during the year.
- (b) According to the information and explanations given to us, during any point of time of the year, 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.
- iii. During the year the Company has sanctioned Secured loans to various companies, firms or any other parties as part of their Principal business.
- (a) Reporting on Clause 3 (iii) (a) of the said order is not applicable to the Company as principal business of the Company is to give loans.
- (b) In our opinion and according to the information and explanation given to us the terms and conditions of grant of all the loans are not prejudicial to the company's interest.
- (c) In respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has been stipulated. Except the list mentioned below in all other accounts the receipts are regular.

Sl. No.	Name of the NPA Account	Amount Outstanding (Rs.in Lakh)
1	Keshalu Rural Godown	156.07
2	Jumbo Finvest India Ltd. - I	477.87
3	Jumbo Finvest India Ltd. - II	428.71
4	Margdarshak Financial Services Limited - II	245.25
5	TL-JLGs Bayyanna Sheep Rearing Unit	0.14
6	TL-JLGs Gangamma Sheep Rearing Unit	0.11
7	SAFL	364.89
8	Total	1,673.04

- (d) Total amount overdue for more than ninety days is amounting to Rs.1673.04 Lakh and in our opinion and according to information and explanation given to us reasonable steps have been taken by the company for recovery of the principal and interest.
- (e) Reporting on Clause 3 (iii) (e) of the said order is not applicable to the Company as principal business of the Company is to give loans.
- (f) According to the information and explanations given to us, the company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.
- iv. According to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
- v. According to the information and explanations given to us, the Company has not accepted any deposits during the year and hence reporting on compliance with the provisions of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposit) Rules, 2014, as amended are not applicable to the Company.
- vi. To the best of our knowledge and explanation given to us, the Central Government has not prescribed maintenance of Cost records under sub section (1) of section 148 of the Companies Act, 2013 for the services of the Company. Accordingly, paragraph 3(vi) of the said order is not applicable.
- vii. According to the information and explanations given to us, in respect of statutory dues:
- (a) The Company has generally been regular in depositing undisputed statutory dues including Goods and Service Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities. According to the records of the Company and information and explanations given to us none of these undisputed taxes are in arrears as at March 31, 2022 for a period exceeding six months from the date they become payable.
- (b) There are no statutory dues referred to in sub-clause (a) have not been deposited on account of any dispute as on March 31, 2022 except the following:

Name of the Statute	Nature of Dues	Forum where dispute is Pending	Period to which amount relates	Amount (Rs. In Lakh)
The Income tax Act, 1961	Income tax	CIT(A), Hyderabad	FY 2015-16	10.32

*As per the assessment order passed by A.O., Income assessed is INR 1,77,94,494 by disallowing an amount of INR 23,291 to the returned Income of INR 1,77,71,203. Whereas, Income considered in computation sheet is INR 2,01,36,631. Tax Demand is calculated on the difference amount and accordingly notice u/s 156 issued for the same. Company has filed appeal against the Demand.

- viii. According to the information & explanations given to us, there are no transactions that are not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961)
- ix. According to information and explanation given to us
- (a) the company is regularly making payments to the loans taken from "National Bank for Agriculture and Rural Development".
- (b) the company is not declared willful defaulter by any bank or financial institution or other lender.
- (c) term loans obtained by the Company were applied for the purpose for which they were obtained.

- (d) during the year funds raised on short term basis is NIL.
- (e) the company does not have any subsidiaries, associates or joint ventures. Accordingly, paragraph 3(ix) (e) of the said order is not applicable.
- (f) the company does not have any subsidiaries, associates or joint ventures. Accordingly, paragraph 3(ix) (f) of the said order is not applicable.
- x. (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the year, accordingly, paragraph 3(x) (a) of the said order is not applicable.
- (b) According to the information and explanations given to us, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, paragraph 3(x) (b) of the said order is not applicable.
- xi. (a) To the best of our knowledge and according to the information and explanations given to us no material fraud by the Company or on the Company has been noticed or reported during the course of our audit
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed by us as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there are no whistle blower complaints received by the company during the year
- xii. In our opinion and according to the information and explanation given to us, the company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the order is not applicable and hence not commented upon.
- xiii. According to the information and explanations furnished to us, and based on our examination of books and records, we are of the opinion that all transactions with related parties are in compliance with sections 177 and 188 of the Companies Act and all the details have been disclosed in the financial statements, etc., as required by the applicable Accounting Standards.
- xiv. (a) "In our opinion and based on our examination, the company has an internal audit system commensurate with the size and nature of its business.
- (b) The reports of the Internal Auditors for the period under audit were considered by us.
- xv. According to the information and explanations furnished to us, the company has not entered into any non-cash transactions with directors or persons connected with him.
- xvi. (a) The company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and accordingly the company has obtained certificate of Registration under this Act.
- (b) The company has not conducted any Non-Banking Financial activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act 1934.
- (c) In our opinion and according to the information and explanation given to us, the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
- (d) According to the information and explanation given to us, the Group does not have any CIC as part of the Group.
- xvii. On our verification from the records, the company has not incurred cash losses in the financial year and in the immediately preceding financial year.

- xviii. There has been no resignation of the statutory auditors during the year and accordingly this clause is not applicable.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- xx. (a) In respect of other than ongoing projects, the company does not have unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act.
(b) Remaining unspent amount under sub-section 242 (5) of section 135 of the Companies Act, pursuant to any ongoing project, the Company has transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act.
- xxi. The company is not a Holding company and does not have Consolidated Financial statements. Accordingly paragraph 3(xxi) of the order is not applicable and hence not commented upon.

For SR Mohan & Co
Chartered Accountants
[Firm Registration No. 002111S]

Sd/-

(S Sandeep Reddy)
Partner
M.No. 242470
UDIN: 22242470AMTGIS3563
Place: Hyderabad
Date: 13.07.2022

Annexure – B

To The Auditor's Report

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 NABSAMRUDDHI FINANCE LIMITED (“the Company”) as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

1. 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 (the “Guidance Note”). These responsibilities include design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of accounting records, and timely preparation of reliable financial information, as required under the Companies Act, 2013.

2. Auditor's 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 standards on Auditing prescribed under section 143(10) of the Companies Act, 2013 and the Guidance Note, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Notes require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

3. Meaning of Internal Financial Controls over Financial Reporting

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

1. Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
2. Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company and;
3. Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use or disposition of the company's assets that could have a material effect on the financial statements.

4. 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.

5. Opinion

In our opinion, to the best of our information and according to the explanations given to us, the company has, in all material respects, an adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022 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.

For SR Mohan & Co
Chartered Accountants
[Firm Registration No. 002111S]

Sd/-

(S Sandeep Reddy)
Partner
M.No. 242470
UDIN: 22242470AMTGIS3563
Place: Hyderabad
Date: 13.07.2022

Annexure – C

To The Auditor's Report

Directions under section 143(5) of Companies Act, 2013

1. As per Information and explanation given to us by the company, the company is using accounting software for processing of accounting transactions except Classification of Loans and advances, calculation of Interest and Provisions. Based on our audit, we observed that such processing of transactions outside IT system does not have any adverse implications on integrity of accounts.
2. During the year no such instance of restructuring of an existing loan or cases of waiver/write off of debts/loans/interest etc. has been made on account of company's inability to repay the loan.
3. As informed by the company there are no such funds received/receivable from central/state agencies for specific schemes.

For SR Mohan & Co
Chartered Accountants
[Firm Registration No. 002111S]

Sd/-

(S Sandeep Reddy)

Partner

M.No. 242470

UDIN: 22242470AMTGIS3563

Place: Hyderabad

Date: 13.07.2022

Annexure - D

Additional Report on the NBFC (Auditor's Report Reserve bank) Directions, 2016

To
The Board of Directors, NABSAMRUDDHI FINANCE LIMITED

As per the RBI directions on Additional Report on the following matters specified in the paragraphs 3 of the directions, we report that

A. General Matters

1. The company has obtained the Certificate of Registration (COR) from the Reserve Bank of India for conducting the business of non-banking financial activity.
2. The company is entitled to hold the Certificate of Registration in terms of Principal business criteria (Financial Asset/income pattern) as on the year ended 31.03.2022.
3. The company is meeting the required net owned fund requirement as laid down in RBI master directions (NBFC - Systemically Important Non deposit taking company 2016)

B. Matters Specific to NBFC not accepting Public deposits

1. The Board of Directors of the company has passed the resolution for non-acceptance of any public deposits during the financial year 2021-22.
2. The company has not accepted any public deposits during the financial year 2021-22.
3. The company has complied with the prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable to it in terms of Nonbanking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016.
4. a. The capital adequacy ratio as disclosed in the return submitted to the Reserve bank in form DNBS03 is in accordance with Non-Banking Financial company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 and also satisfying the minimum Capital to Risk Weighted Assets Ratio.
b. The company has furnished to the Bank the annual statement of capital funds, risk assets/exposures and risk asset ratio (DNBS03) within the stipulated period.
5. As the company is not a Micro Finance Institution, this clause is not applicable to the company.

For SR Mohan & Co
Chartered Accountants
[Firm Registration No. 002111S]

Sd/-

(S Sandeep Reddy)
Partner
M.No. 242470
UDIN: 22242470AMTGIS3563
Place: Hyderabad
Date: 13.07.2022



भारतीय लेखापरीक्षा और लेखा विभाग
महा निदेशक वाणिज्यिक लेखापरीक्षा एवं
पदेन सदस्य लेखापरीक्षा बोर्ड का कार्यालय, हैदराबाद

INDIAN AUDIT AND ACCOUNTS DEPARTMENT
OFFICE OF THE DIRECTOR GENERAL OF
COMMERCIAL AUDIT AND EX-OFFICIO MEMBER,
AUDIT BOARD, HYDERABAD

No. DGCA/A/c/Desk/2021-22/NFL/1.11/437

Date: 20-07-2022

To
The Managing Director,
NABSAMRUDDHI Finance Limited,
1-1-61 Ground Floor, Nabard Regional Office
Rtc X Roads, Musheerabad
Hyderabad-500020

Sub: - Comments of the C&AG of India under Section 143(6)(b) of the Companies Act, 2013 on the accounts of NABSAMRUDDHI Finance Limited for the year ended on 31 March 2022

Sir,

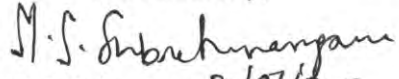
I forward herewith the 'Nil Comments' Certificate of Comptroller and Auditor General of India under Section 143(6)(b) of the Companies Act, 2013 on the accounts of NABSAMRUDDHI Finance Limited for the year ended on 31 March 2022.

2. The date of placing the comments along with Annual Accounts and Auditors' Report before the shareholders of the Company may please be intimated and a copy of the proceedings of the meeting may be furnished.
3. The date of forwarding the Annual Report and Annual Accounts of the Company together with Auditors' Report and comments of the Comptroller and Auditor General of India to the Central Government for being placed before the Parliament may please be intimated.
4. Ten copies of the Annual Report for the year 2021-22 may please be furnished in due course.

The receipt of this letter along with the enclosures may please be acknowledged.

Encl:- As above

Yours faithfully,


(M. S. Subrahmanyam)
Director General

महालेखाकार का कार्यालय परिसर, साैफाबाद, हैदराबाद - 500 004.
A.G.'s Office Complex, Saifabad, Hyderabad - 500 004
e-mail : mabhyderabad@cag.gov.in

Grams : DIRCOMIT Fax : 040-23231318
Phone : 23233315, 23230415

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF NABSAMRUDDHI FINANCE LIMITED, HYDERABAD FOR THE YEAR ENDED 31 MARCH 2022

The preparation of financial statements of NABSAMRUDDHI Finance Limited for the year ended 31 March 2022 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139 (5) of the Act are responsible for expressing opinion on the financial statements under Section 143 of the Act based on independent audit in accordance with the Standards on Auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Revised Audit Report dated 13 July 2022 which supersedes their earlier Audit Report dated 29 April 2022.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of NABSAMRUDDHI Finance Limited for the year ended 31 March 2022 under Section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and Company personnel and a selective examination of some of the accounting records.

In view of the revision made in the Statutory Auditors' Report to give effect to some of my audit observations raised during supplementary audit, I have no further comments to offer upon or supplement to the Statutory Auditors' Report under Section 143(6)(b) of the Act.

**For and on behalf of the
Comptroller and Auditor General of India**



**(M. S. Subrahmanyam)
Director General of Commercial Audit
Hyderabad**

**Place: Hyderabad
Date: 20 July 2022**

Financial Statements

NABSAMRUDDHI Finance Limited Balance Sheet as at 31 March 2022

(INR in Lakh)

Particulars	Note. No.	As at 31.03.2022	As at 31.03.2021
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	12,382.20	12,382.20
(b) Reserves and Surplus	3	9,167.63	6,982.70
(c) Reserve Fund	4	1,638.05	1,091.82
(2) Share Application money pending allotment		-	-
(3) Non-Current Liabilities			
(a) Long-Term Borrowings	5	29,942.33	32,068.72
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long Term Liabilities	6	49.81	49.81
(d) Long Term Provisions	7	42.72	26.65
(4) Current Liabilities			
(a) Short-Term Borrowings	8	32,546.02	22,348.55
(b) Trade Payables		-	-
(c) Other Current Liabilities	9	360.12	416.72
(d) Short-Term Provisions	10	1,744.34	1,512.45
Total		87,873.22	76,879.62
II.ASSETS			
(1) Non-Current Assets			
(a) Property, Plant & Equipment and Intangible assets	11		
i) Property, Plant & Equipment			
Gross Block		15.34	13.28
Depreciation		9.99	8.06
Net Block		5.35	5.22
ii) Intangible assets			
Gross Block		24.90	-
Depreciation		4.96	-
Net Block		19.94	-
iii) Capital work-in-progress			
iv) Intangible assets under development		-	12.45
		25.29	17.67
(b) Non-current investments	12	1,015.05	696.63
(c) Deferred tax assets (net)	24	129.04	149.13
(d) Long term loans and advances	13	48,617.84	35,345.85
(e) Other non-current assets	14	0.06	0.06
(2) Current Assets			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables		-	-
(d) Cash and cash equivalents	15	3,187.80	3,992.87
(e) Short-term loans and advances		-	-

(f) Other current assets	16	34,898.14	36,677.41
Total		87,873.22	76,879.62
Significant Accounting Policies Notes on Accounts	1 24		

As per our Report of even Date
For SR Mohan & Co
Chartered Accountants
[Firm Registration No. 002111S]

For NABSAMRUDDHI Finance Limited

Sd/-

S Sandeep Reddy
Partner
M.No. 242470
UDIN: 22242470AIDMCB4864
Place: Hyderabad
Date: 29 April 2022

Sd/-

PVS Suryakumar
Chairman
DIN: 06694864
Date: 29 April 2022

Sd/-

Dr. Ushamani P
Managing Director
DIN: 09138953
Date: 29 April 2022

Sd/-

M Prashanth Babu
Chief Financial Officer
PAN: ACQPM3493H
Date: 29 April 2022

Sd/-

Suzette Pereira
Company Secretary
M No. A46491
Date: 29 April 2022

NABSAMRUDDHI Finance Limited
Statement of Profit & Loss for the Year Ended 31 March 2022

(INR in Lakh)

Sr.No.	Particulars	Note. No.	For the year ended 31.03.2022	For the year ended 31.03.2021
I	Revenue from operations	17	7,789.92	7,265.37
II	Other Income	18	167.99	152.05
III	Total Income (I + II)		7,957.91	7,417.42
IV	Expenses:			
	Employee Benefit Expense	19	553.46	380.52
	Finance Cost	20	2,981.24	3,426.65
	Depreciation and Amortization Expense	21	6.89	1.29
	Other Administrative Expenses	22	139.28	110.31
	Provisions and Bad Debts written off	23	662.48	1,263.03
	Total Expenses (IV)		4,343.35	5,181.80
V	Profit before prior period, exceptional and extraordinary items and tax	(III - IV)	3,614.56	2,235.62
	Prior period items			
	Write off of unamortised expenditure		-	49.00
VI	Profit before exceptional and extraordinary items and tax		3,614.56	2,186.62
VII	Exceptional Items		-	-
VIII	Profit before extraordinary items and tax (VI - VII)		3,614.56	2,186.62
IX	Extraordinary Items		-	-
X	Profit before tax (VIII - IX)		3,614.56	2,186.62
XI	Tax expense:			
	(1) Current tax		863.23	627.98
	(2) Prior period taxes		0.08	-
	(3) Deferred tax Asset		20.09	(54.29)
XII	Profit/(Loss) for the year from continuing operations	(X-XI)	2,731.16	1,612.93
XIII	Profit/(Loss) from discontinuing operations		-	-
XIV	Tax expense of discounting operations		-	-
XV	Profit/(Loss) from Discontinuing operations (XIII - XIV)		-	-

XVI	Profit/(Loss) for the year (XII + XV)		2,731.16	1,612.93
	Less: Reserve Fund		546.23	322.59
	Surplus/(Deficit) carried to Balance Sheet		2,184.93	1,290.34
XVII	Earning per equity share:			
	(1) Basic		1.76	1.10
	(2) Diluted		1.76	1.10
	Significant Accounting Policies	1		
	Notes on Accounts	24		

As per our Report of even Date
For SR Mohan & Co
Chartered Accountants
[Firm Registration No. 002111S]

For NABSAMRUDDHI Finance Limited

Sd/-

S Sandeep Reddy
Partner
M.No. 242470
UDIN: 22242470AIDMCB4864
Place: Hyderabad
Date: 29 April 2022

Sd/-

P V S Suryakumar
Chairman
DIN: 06694864
Date: 29 April 2022

Sd/-

Dr. Ushamani P
Managing Director
DIN: 09138953
Date: 29 April 2022

Sd/-

M Prashanth Babu
Chief Financial Officer
PAN: ACQPM3493H
Date: 29 April 2022

Sd/-

Suzette Pereira
Company Secretary
M No. A46491
Date: 29 April 2022

NABSAMRUDDHI Finance Limited

Cashflow Statement for the Year Ended 31 March 2022

(INR in Lakh)

Particulars	31 March 2022	31 March 2021
(a) Cash flow from Operating Activities		
Net profit as per Profit and Loss a/c before tax	3,614.56	2,186.62
Adjustment for:		
Depreciation	6.89	1.29
Loss on write off of Fixed Assets	-	1.05
Prior Period Expenditure	-	49.00
Provision for Non performing Assets	(56.95)	295.34
Provision for Standard Assets	(12.45)	42.30
Bad Debts written off	731.88	925.40
Provision for Gratuity & Leave encashment	30.17	36.32
Interest on Investment	(411.40)	(337.71)
Operating profit before working capital changes	3,902.70	3,199.61
Adjustment for net change in:		
(Increase)/Decrease in Current Assets	87.29	225.77
(Increase)/Decrease in Current Liabilities	(4.65)	(151.81)
(Increase)/Decrease in other Long term liabilities	-	(150.80)
Increase / (Decrease) in Loans and borrowings	8,071.08	8,974.00
Increase / Decrease in Loans and Advances	(13,763.82)	(9,495.00)
Cash generated from operating activities	(1,707.40)	2,601.77
Payment towards Income tax	(790.81)	(456.96)
Taxes of earlier years provided	(0.08)	-
Net cash flow from operating activities (A)	(2,498.29)	2,144.81
(b) Cash flow from Investing Activities		
Income from Investment	411.40	337.71
Purchase of Fixed Assets	(14.51)	(1.82)
Sale of Fixed Assets	-	-
Increase / Decrease in Investments	1,296.33	(3,011.45)
Net cash used in Investing activities (B)	1,693.22	(2,675.56)
(c) Cash flow from Financing Activities		
Proceeds of Bonds / Shares	-	1,165.02
Increase / Decrease in Borrowings	-	-
Dividend paid	-	-
Tax on Dividend	-	-
Net cash raised from financing activities (C)	-	1,165.02
Net increase in cash and cash equivalent (A)+(B)+(C)	(805.07)	634.27
Cash and cash equivalent at the beginning of the period	3,992.87	3,358.60
Cash and cash equivalent at the end of the period	3,187.80	3,992.87
Cash and cash equivalent at the end of the period includes :	-	-
Cash in hand	-	-

Balances with other Banks in India	3,187.80	3,992.87
Collateralised Borrowing and Lending Obligations	-	-
Total	3,187.80	3,992.87

As per our Report of even Date
For SR Mohan & Co
Chartered Accountants
[Firm Registration No. 002111S]

Sd/-

S Sandeep Reddy
Partner
M.No. 242470
UDIN: 22242470AIDMCB4864
Place: Hyderabad
Date: 29 April 2022

For NABSAMRUDDHI Finance Limited

Sd/-

PVS Suryakumar
Chairman
DIN: 06694864
Date: 29 April 2022

Sd/-

Dr. Ushamani P
Managing Director
DIN: 09138953
Date: 29 April 2022

Sd/-

M Prashanth Babu
Chief Financial Officer
PAN: ACQPM3493H
Date: 29 April 2022

Sd/-

Suzette Pereira
Company Secretary
M No. A46491
Date: 29 April 2022

Notes Forming Part of Financial Statements for the Year Ended 31 March 2022

Note - 1

Nature of Business

NABSAMRUDDHI Finance Limited (“the company”) is a subsidiary of NABARD and incorporated under Companies Act, 1956 on 17 February 1997. The Company is registered as a non-deposit accepting Non Banking Financial Company (NBFC- ND) with the Reserve Bank of India (RBI) under Section 45-IA of the Reserve Bank of India Act, 1934 and is engaged in lending for off farm activities.

Significant Accounting Policies

1. **Basis of preparation of Financial Statements:**

The accompanying financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the accounting standards as per the provisions of Companies Act, 2013 and conform to the statutory requirements, circulars and guidelines issued by RBI from time to time to the extent they have an impact on the financial statements. The financial statements have been prepared on accrual basis under the historical cost convention method and as a going concern. The accounting policy adopted in the preparation of the financial statements is consistent with those of the previous years except as mentioned in point no 25 of Note no.24.

An asset or Liability is respectively classified as current when it is expected to be realized or settled in the Company's normal operating cycle or within 12 months after the reporting date. Current assets and liabilities include current portion of non-current assets and non-current liabilities respectively. All other assets and liabilities are classified as non-current as required by Schedule III of the Companies Act, 2013.
2. **Use of Estimates:**

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

Cash flow statement is prepared in accordance with the indirect method prescribed in Accounting Standard 3.
4. **Revenue Recognition:**
 - a) Interest on Loans & Advances is recognized on accrual basis except in the case of non-performing advances, where interest is accounted on realization and any interest income recognized before the asset became NPA and remaining unrealized income, if any, is reversed as per extant guidelines for prudential norms on Income Recognition and Asset Classification (IRAC) issued by Reserve Bank of India.
 - b) Interest income on bank deposits is recognized on accrual basis taking into account the amount outstanding and rate applicable.

- c) Upfront/Processing fees are collected and recognized on receipt basis from the customer for processing loans are for appraisal, disbursement, monitoring of the project till the closure of the account.
- d) Prepayment charges are collected and recognized on receipt basis from the customer towards prepayment of loan amount.
- e) Ledger Folio and other charges are collected and recognized on receipt basis from the customer.
- f) All other incomes are recognized on accrual basis, except in case of bad debts recovered, which are accounted as and when received.

5. Advances and Provisions for Standard and doubtful debts:

All the advances have been classified into Performing and Non-performing Advances and Provision for probable loan losses has been made as per the extant guidelines on Income Recognition and Asset Classification (IRAC) issued by the Reserve Bank of India.

Receivables under financing activities are classified as Standard, Sub-standard, Doubtful assets and Non cooperative Borrowers and provided as per the management estimates, subject to the minimum classification and provisioning norms as per the RBI Master Direction – Non Banking Financial Company – Systemically Important Non-Deposit Company (Reserve Bank) Directions, 2016 dated 01 September 2016.

In respect of Non-Performing Assets, considering the adverse impact of Covid-19 pandemic on cash flows of the clients, the company reckoned to make higher provision of 20% for Sub-Standard assets, 30% for Doubtful assets (D1 Category) against the norm of 10% and 20% respectively, depending on the age of the NPA.

Non-performing assets are technically written-off, when the prospect for recovery is considered remote as per management estimate/policy of the company.

6. Recoveries from Non-performing Assets has been appropriated in the following order:

- i) Interest (including Penal & Overdue Interest)
- ii) Principal

Appropriation of recoveries in respect of NPAs under One time settlement has been done as per management direction.

7. Contingent Liabilities:

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

8. Property, Plant and equipment :

All property, plant and equipment are carried at cost of acquisition less accumulated depreciation. The cost comprises the purchase price, duties, taxes, freight and any other incidental cost bringing the asset to its working condition for its intended use.

Depreciation is provided under the Straight Line Method based on the estimated life of the Assets. Depreciation is calculated on a pro-rata basis from the date of installation till the date the assets are sold or disposed. The management estimates the useful life of the Assets as per the indicative useful life prescribed under Part C of Schedule II of the Companies Act 2013.

Asset Category	Useful Life (Years)
Furniture & Fittings	10 years
Vehicles	8 years
Office equipment	5 years
Computers	3 years

9. Intangible assets:

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment loss, if any.

Intangible assets are amortised over a period of 03 years.

10. Borrowing Cost:

Borrowing cost includes interest which are recognized, taking into account the amount outstanding and the rate applicable on borrowings.

11. Employee Benefit expenses:

i) Post-employment benefits

Defined Contribution Plan

The Company's contribution to provident fund are considered as defined contribution plan and are charged as an expense as they fall due based on the amount of contribution required to be made and when the services are rendered by the employee.

Provident fund contribution is accounted on actual liability basis and paid to the Government managed Employees Provident Fund Organization. PF contribution from employee and employer is calculated on the basic salary of the employee. The treatment for the Provident fund is given as per the Employees Provident Fund and Miscellaneous Provisions Act - 1952.

Defined benefit Plans

A defined benefit plan is post-employment benefit plan other than a defined contribution plan. The calculation of defined benefit obligation is performed annually by a qualified actuary using the projected unit credit method.

Gratuity is applicable to the company as per Payment of gratuity Act, 1972. The Company estimates gratuity liability based on an external actuarial valuation done using projected unit credit method.

ii) Other long-term employee benefits

Compensated absences

The employees can carry forward a portion of the unutilized accrued compensated absences and utilize it in future service periods or receive cash compensation. Since the compensated absences do not fall due wholly within twelve months after the end of such period, the benefit is classified as a long term and short term employee benefit based on the actuarial valuation report. The obligation is measured on the basis of independent actuarial valuation using the projected unit credit method.

12. Taxation:

i) Current Tax

Current tax comprises amount of tax payable on the taxable income for the accounting year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961.

ii) Deferred Tax

Deferred tax expenses or benefits are recognized on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred tax assets are reviewed as at each balance sheet date and written down or written-up to reflect the amount that is reasonable or virtually certain to be realized.

13. Investments:

Investments which are readily realizable and intended to be held up to twelve months from the date on which such investments are made are classified as Current Investments. All other investments are classified as long term investments. However, that part of long term investments which is expected to be realized within 12 months after the reporting date is also presented under current assets as "Current maturities of Non-current investments"

Non-current investments (including current portion thereof) are carried at cost less other temporary diminution value.

Current investments are carried at the lower of cost and fair value. However, there are no such investments in the books of the Company.

14. Earnings Per Share:

Basic and diluted earnings per share are computed in accordance with Accounting Standard (AS) – 20.

Basic earnings per share is calculated by dividing the net profit or loss after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

Diluted earnings per equity share is computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the year if any.

15. The IND AS is not applicable to the Company, as its net worth is less than INR 250 crore as on 31 March 2022. Further, NABARD, the parent entity continued to prepare its financials as per I-GAAP during the financial year on account of deferment of INDAS applicability.

NABSAMRUDDHI Finance Limited
Schedules Forming Integral Part of the Balance Sheet as at 31 March 2022

Note : 2 Share Capital

(INR in Lakh)

	Particulars	31 March 2022	31 March 2021
	Authorized Capital 15,00,00,000 Equity shares of Rs.10/ each (Previous year 15,00,00,000 Equity Shares of Rs.10/- each)	15,000.00	15,000.00
		-	-
		15,000.00	15,000.00
	Issued, Subscribed & Called up Capital 12,38,21,988 Equity shares of Rs.10/- each (Previous year 12,38,21,988 Equity Shares of Rs.10/- each)	-	-
		12,382.20	12,382.20
	Paid up Capital 12,38,21,988 Equity shares of Rs.10/- each (Previous year 12,38,21,988 Equity Shares of Rs.10/- each)	12,382.20	12,382.20
	Less: Allotment Money unpaid	-	-
	Calls unpaid	-	-
	Total	12,382.20	12,382.20

Reconciliation of No. of shares outstanding at the beginning and end of the year:

	Particulars	31 March 2022	31 March 2021
	Number of shares outstanding at the beginning of the year	123,821,988	116,106,600
	Add : Equity shares issued during the year	-	7,715,388
	Less: Shares bought back during the year	-	-
	Number of shares outstanding at the end of the year	123,821,988	123,821,988

Reconciliation of equity share capital outstanding at the beginning and end of the year:

(INR in Lakh)

	Particulars	31 March 2022	31 March 2021
	Equity Share Capital outstanding at the beginning of the year	12,382.20	11,610.66
		-	-
	Add : Equity share capital issued during the year	-	771.54
		-	-
	Equity share capital outstanding at the end of the year	12,382.20	12,382.20

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

	Particulars	31 March 2022	31 March 2021
		% of holding	% of holding
	National Bank for Agriculture and Rural Development (NABARD) (No of shares 11,27,88,000) (Pr. Yr.11,27,88,000)	91.09	91.09

Details of Shareholding of Promoters

Shares held by the promoters at the end of the year				
S. No.	Promoter's name	No. of shares	% of total shares	% change during the year
1	NABARD	112,788,000	91.09	-
2	Govt of Andhra Pradesh	4,665,600	3.77	-
3	Andhra Bank	2,000,000	1.62	-
4	Telangana State Cooperative Bank	1,250,400	1.01	-
5	AP State Cooperative Bank	1,166,400	0.94	-
6	Govt of Telangana	1,048,988	0.85	-
7	Canara Bank	800,000	0.65	-
8	IMC Limited	50,000	0.04	-
9	KCP Sugars Ltd	50,000	0.04	-
10	Individuals	2,600	Negligible	-

Note : 3 Reserve & Surplus

(INR in Lakh)

	Particulars	31 March 2022	31 March 2021
a.	Securities Premium		
	Balance at the beginning of the account	3,337.82	2,944.34
	Add: Premium on issue of equity shares	-	393.48
	Balance at the end the year	3,337.82	3,337.82
b.	Surplus in the statement of Profit & Loss Account	-	-
	Balance brought forward from previous year	3,644.88	2,354.54
	Add: Profit for the year	2,184.93	1,290.34
	Less: Dividend paid	-	-
	Balance at the end the year	5,829.81	3,644.88
	Total (a+b)	9,167.63	6,982.70

Note : 4 Reserve Fund

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
	Balance at the beginning of the account	1,091.82	769.23
	Add: Reserve Fund during the year	546.23	322.59
	Total	1,638.05	1,091.82

Note : 5 Long Term Borrowings

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Bonds / Debentures	-	-
2	Term Loan		
	- Secured loan from NABARD (Refinance)	29,942.33	32,068.72
	Total	29,942.33	32,068.72

Note: (i) Current maturities of long term debts have been reported separately under Note - 8

(ii) Terms and conditions mentioned at point no.9 of Note no. 24

Note : 6 Other Long Term Liabilities

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Subsidy Reserve Fund	49.81	49.81
	Total	49.81	49.81

Note : 7 Long term Provisions

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Provision for Gratuity	37.54	26.65
2	Provision for Leave encashment	5.18	-
	Total	42.72	26.65

Note : 8 Short term Borrowings

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Current Maturities of Long Term Borrowing (Secured)	32,546.02	22,348.55
	Total	32,546.02	22,348.55

Note : 9 Other Current Liabilities

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Accrued Interest on Refinance	239.31	378.65
2	Statutory payables	7.37	1.21
3	Interest on Interest for Moratorium	-	33.59
4	Dividend payable for earlier years	0.03	0.03
5	Excess TDS received from borrowers	21.11	-
6	Outstanding Expenses payable	91.58	3.18
7	Other Payables	0.72	0.06
	Total	360.12	416.72

Note : 10 Short Term Provisions

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Provision for Income Tax	863.23	627.99
2	Provision for Gratuity	44.83	30.72
3	Provision for Leave encashment	9.75	-
4	Provision for CSR expenditure	44.19	2.00
5	Provision for Standard Assets	313.60	326.05
6	Provision for Sub-Standard Assets	134.34	183.85
7	Provision for Doubtful Assets	334.40	341.84
	Total	1,744.34	1,512.45

NABSAMRUDDHI Finance Limited
Notes Forming Integral Part of the Balance Sheet as at 31 March 2022

Note : 11 Property, Plant & Equipment and Intangible assets (INR in Lakh)

Sr. No	Particulars	Gross Block			Depreciation			Net Block			
		Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Addition during the year	Deduction during the year	Value at the end	as on 31.03.2022	as on 31.3.2021
I	Property, Plant & Equipment										
1	Furnitures & Fixtures	1.16	-	-	1.16	0.78	0.10	-	0.89	0.27	0.38
2	Vehicles (Cars)	4.88	-	-	4.88	4.64	-	-	4.64	0.24	0.24
3	Office Equipment	3.94	0.53	-	4.47	1.29	0.79	-	2.08	2.39	2.65
4	Computer	2.10	1.53	-	3.63	0.58	0.93	-	1.50	2.12	1.52
5	Interiors	1.20	-	-	1.20	0.77	0.11	-	0.88	0.33	0.43
	SUB TOTAL (A)	13.28	2.06	-	15.34	8.06	1.93	-	9.99	5.35	5.22
II	Intangible Assets										
	Loaning & Accounting Software	-	24.90	-	24.90	-	4.96	-	4.96	19.94	-
	SUB TOTAL (B)	-	24.90	-	24.90	-	4.96	-	4.96	19.94	-
III	Capital Work-in-progress										
		-	-	-	-	-	-	-	-	-	-
	SUB TOTAL (C)	-	-	-	-	-	-	-	-	-	-
IV	Intangible Assets Under Development										
		12.45	-	12.45	-	-	-	-	-	-	12.45
	SUB TOTAL (D)	12.45	-	12.45	-	-	-	-	-	-	12.45
	Total [A + B + C + D] (Current Year)	25.73	26.96	12.45	40.24	8.06	6.89	-	14.95	25.29	17.67
	Previous year	42.34	1.82	18.43	25.73	24.14	1.29	17.37	8.06	17.67	18.20

NABSAMRUDDHI Finance Limited

Notes Forming Integral Part of The Balance Sheet as at 31 March 2022

Note : 12 Non Current Investments

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Investment in Securitisation-PTC	1,015.05	696.63
	Total	1,015.05	696.63

Note : 13 Long Term Loans and Advances

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Secured, Considered Good: Term Loans & Working Capital Loans		
	Standard	46,944.80	33,515.08
	Sub-Standard	610.40	919.24
	Doubtful	1,062.64	911.53
		48,617.84	35,345.85
2	Unsecured, Considered Good: Advance Recoverable in cash or in kind or for value to be considered good	-	-
	Total	48,617.84	35,345.85

Note: Current Maturities of Loans & Advances have been shown in Note no 16

Note : 14 Other Non Current Assets

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Deposits		
	Telephone Deposits	0.05	0.05
	Cylinder Deposit	0.01	0.01
	Total	0.06	0.06

Note : 15 Cash & Cash Equivalents

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Cash-in-Hand		
	Cash Balance	-	-
	Sub Total (A)	-	-
2	Bank Balance		
	1. In Current Account	119.33	123.35
	2. In Deposit Accounts	3,068.47	3,869.52
	Sub Total (B)	3,187.80	3,992.87
	Total [A + B]	3,187.80	3,992.87

Note : 16 Other Current Assets

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Income tax		
	Prepaid Taxes	-	66.50
2	TDS		
	TDS Receivable during the year	829.66	554.47

	Income Tax Receivable for earlier years		59.31	105.17
3	Accrued Interest			
	On Deposits	67.19	-	-
	On Term Loans	13.57	-	-
	On Investment-Securitisation PTC	8.99	89.75	164.78
4	Current maturities of Non current Investments in Securitisation -PTC		2,462.19	4,076.94
5	Current maturities of Loans & Advances (Secured)		31,455.09	31,695.14
6	Prepaid Expenses		1.95	1.83
7	Ex-gratia receivable		-	0.04
8	Salary Advance		0.19	0.36
9	Other Current Assets		-	12.18
	Total		34,898.14	36,677.41

Note : 17 Revenue from Operations

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Interest on Term Loan	7,104.46	6,833.47
2	Interest on Securitisation	284.17	199.67
3	Front end fee	282.17	214.80
4	Ledger Folio Charges	0.89	1.18
5	Documentation charges	1.26	0.25
6	Prepayment Charges	116.97	16.00
	Total	7,789.92	7,265.37

Note : 18 Other Income

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Interest on FDRs	127.23	138.03
2	Other Receipts	40.76	14.02
	Total	167.99	152.05

Note: Other receipts includes amount received from technically written off accounts.

Note : 19 Employment Benefit Expenses

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Salaries and Wages	451.35	291.99
2	Provident Fund	8.00	1.78
3	Staff Welfare Expenses	7.13	5.03
4	Conveyance Allowance	27.08	21.12
5	Gratuity	24.99	42.96
6	Leave Salary & Leave Fare Concession	34.91	17.64
	Total	553.46	380.52

Note : 20 Finance Cost

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Interest on Refinance	2,981.24	3,426.65
	Total	2,981.24	3,426.65

Note : 21 Depreciation & Amortised Cost

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Depreciation	6.89	1.29
	Total	6.89	1.29

Note : 22 Other Administrative Expenses

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Directors sitting fee	18.80	13.70
2	Travelling expenses	4.47	9.95
3	Insurance Premium	0.16	0.29
4	Repairs and Maintenance	0.06	0.02
5	Printing & Stationery	2.46	2.68
6	Postage & Telegrams	0.26	0.30
7	Telephone Expenses	0.19	0.25
8	Duties & Taxes	0.21	0.15
9	Office Maintenance	5.25	2.24
10	News Papers & Subscriptions	3.44	3.87
11	Demat Charges	0.79	0.86
12	Bank Charges	0.07	0.09
13	Maintenance of Vehicles	0.71	0.23
14	Tea & Refreshment	0.46	0.22
15	Professional fees	2.56	5.23
16	General expenses	5.95	4.33
17	Legal Expenses	10.59	0.21
18	Payment to Auditors (Ref Note below)	1.50	1.58
19	Advertisement Expenses	1.89	0.95
20	Board Meeting Expenses	0.04	0.21
21	Loss on write off of Fixed Assets	-	1.05
22	Professional Charges	6.74	2.64
23	Interest on TDS	-	0.02
24	CSR Expenses	38.88	28.31

25	Computer Software Charges	0.18	0.35
26	Website Renewal fee	0.30	0.33
27	Software maintenance charges	1.30	-
28	Training fee	1.59	-
29	IS Audit Charges	2.51	-
30	Cloud DC Hosting Charges	-	6.65
31	Goods & Service Tax	27.92	23.60
	Total	139.28	110.31

Sr. No	Payment to Auditors	31 March 2022	31 March 2021
1	Towards Statutory Audit fee	1.50	1.50
2	Towards Certification	-	0.08

Note : 23 Provisions and Bad Debts written off

(INR in Lakh)

Sr. No	Particulars	31 March 2022	31 March 2021
1	Provision for Non Performing Assets (Refer Note no.24)	233.34	426.13
2	Provision for Standard Assets reversal (Refer Note no.1, Pt. No 5)	(12.45)	42.30
3	Provision for Non Performing Assets reversal	(290.29)	(130.79)
4	Bad Debts written off	731.88	925.39
	Total	662.48	1,263.03

Notes Forming Part of Financial Statements for the Year Ended 31 March 2022

Note -24

Notes on Accounts

1. The Twenty Fifth Year of accounts of the Company consists of the period from 01 April 2021 to 31 March 2022.

2. Auditors Remuneration
Administrative expenses include Auditors remuneration towards:

	<u>31.03.2022</u>	<u>31.03.2021</u>
Statutory Audit fee	INR1.50 lakh	INR1.50 lakh

3. Provision for Taxation:

Provision for taxation has been calculated on the basis of income recognized as per the RBI guidelines for Non Banking Finance Companies. The tax on the income from Non Performing Assets will be provided as and when actually received.

4. There are no SSI units to whom the Company owes a sum exceeding INR 1.00 lakh which is outstanding for more than 30 days as on 31 March 2022.

5. Subsidy Reserve Fund represents the direct subsidy received from Government of India (through NABARD) in respect of one Rural Godown project. The amount will be adjusted towards last installments of the loan account.

6. As per the Accounting Standard 22 "Accounting for Taxes on Income" the Company has recorded the Deferred Tax Asset as at 31 March 2022. The details are as under:

(INR in Lakh)

Particulars	2021-22	2020-21
Deferred Tax Asset at the beginning of the year	149.13	94.84
Add/Less: Adjustments during the year	(20.09)	54.29
Deferred Tax Asset at the end of the year	129.04	149.13

7. The Company has made a provision of INR 233.34 lakh on NPA accounts, (including a higher provision of INR 127.17 lakh as indicated in point no.5 of Note 1). Further, provisions amounting to INR 290.29 lakh has been reversed during the current year and INR 731.88 lakh has been technically written off and debited to P&L Account. The Company has also reversed an additional provision of INR 12.45 Lakh in respect of Standard Assets during the year.

8. During the year, the company has technically written off INR 731.88 lakh in respect of thirty three loan accounts as per the details indicated below :

(INR in Lakh)

No. of loan accounts technically written off during the year	33
Technically written off amount during the year	731.88
Provision available for the above accounts as on 31.03.2021	290.29
Amount debited to P&L for FY 2021-22	441.59

9. Refinance from NABARD

The company has “Refinance” arrangements with NABARD, and the refinance is being availed by the company after disbursement of loan.

The Refinance arrangements are secured in nature by way of security of loans and advances and there was no default in repayment of loan installments or interest payments. The following are the repayment terms:

Sl.No.	Rate of Interest (%)	Outstanding (INR in Lakh)
1.	9.20	1600.00
2.	8.75	6231.19
3.	8.50	814.15
4.	8.20	2258.00
5.	7.90	651.81
6.	7.80	2220.55
7.	7.75	1439.00
8.	7.70	1182.00
9.	7.65	114.73
10.	7.60	576.60
11.	7.20	826.93
12.	6.00	376.55
13.	5.75	5129.25
14.	5.70	5181.22
15.	5.65	7197.75
16.	5.45	5743.00
17.	5.30	12013.01
18.	5.15	336.62
19.	4.60	8595.99
Total		62488.35

The current maturities (payable within the period of 12 months) of “Refinance” commitments, are classified as Current Liabilities amounting to INR 32546.02 lakh and the remaining commitments are classified under long term borrowing amounting to INR 29942.33 lakh (Note Ref 5 & 8).

10. Remuneration to Managing Director

Year ended 31.03.2022
INR 77.42 Lakh

Year ended 31.03.2021
INR 53.43 Lakh

11. Related Party transactions

Names of Related parties and Nature of Relationship

Description of Relationship	As at March 2022	As at March 2021
Holding Company	NABARD	NABARD
Managing Director	Smt. Suparna Tandon (up to 28.05.2021)/ Dr Ushamani P (Deputed by NABARD) (w.e.f 22.04.2021)	Smt. Suparna Tandon (Deputed by NABARD)
Chief Financial Officer	Shri M Prashanth Babu (Deputed by NABARD)	Shri Murli Misra / Shri M Prashanth Babu
Company Secretary	Smt. Puja Shah (up to 09.02.2022) / Smt. Suzette Pereira (w.e.f 08.02.2022)	Smt. Puja Shah
Fellow Subsidiary (Subsidiary of NABARD)	NABFOUNDATION	NABFOUNDATION

Details of transactions with the Related Parties

(INR in Lakh)

Transaction	Related Party	For the year ended 31.03.2022	For the year ended 31.03.2021
Other Transactions			
Loan Received	NABARD	31735.10	23815.96
Loan Repaid	NABARD	23664.02	14841.96

Expenses

(INR in Lakh)

Interest Payment	NABARD	2981.24	3426.65
Managerial Remuneration	Smt. Suparna Tandon	19.24	53.43
Managerial Remuneration	Dr. Ushamani P	58.18	--
Remuneration to Chief Financial Officer	Shri Murli Misra Shri M Prashanth Babu	-- 42.53	12.77 30.79
Company Secretary	Smt. Puja Shah Smt. Suzette Pereira	9.49 1.31	9.79 --
Office Maintenance charges	NABARD	5.00	2.16
(Refund)/Contribution of CSR amount	NABFOUNDATION	(3.31)	26.31

12. Employee benefit expenses

- a) The Managing Director is on deputation from NABARD. His/her remuneration including provident fund, gratuity and leave Salary is reimbursed to NABARD on the basis of the advice received from NABARD.
- b) The services of three Deputy General Managers and two Assistant Managers of NABARD are utilized by the company on a placement basis. As per the terms of placement, 100% of the remuneration paid to these officials on placement are being reimbursed to NABARD based on the advice received from NABARD and the same is charged to the Statement of Profit and Loss.
- c) Gratuity
Provision for gratuity has been calculated as per the Deputation terms and conditions communicated by NABARD in respect of NABARD employees deputed to the company.

In respect of Company staff, provision for gratuity is calculated as per the Defined benefit-Gratuity plan, Accounting Standard-15.

The following tables summarize the components of net benefit expense recognized in statement of profit and loss and amount recognized in the balance sheet for the gratuity plan.

Financial Assumptions :

The principal financial assumptions used in the valuation are shown in the Table below:

Particulars	For the year ended 31.03.2022
Discount Rate (Per Annum)	7.41%
Salary Growth Rate (Per Annum)	13.00%
Expected Rate of Return on Plan Assets (Per Annum)	0.00%

Changes in the Present Value of Obligation

(INR in Lakh)

Particulars	For the year ended 31.03.2022
Defined Benefit Obligation at the beginning	26.65
Current Service Cost	4.39
Interest Cost	-
Prior Service Cost – Vested benefit	11.19
Prior Service Cost – Non Vested benefit	-
Curtailments	-
Benefits Paid directly by the Company	-
Benefits Paid from Fund	-
Net transfer in/(out) (including the effect of any business combinations/divestitures)	-
Actuarial Loss / (Gain) on Obligation	-
Defined Benefit Obligation at the end	42.23

Expenses Recognized in the Profit and Loss Account

(INR in Lakh)

Particulars	For the year ended 31.03.2022
Current Service cost	4.39
Interest Cost on Obligation	-
Past Service Cost	11.19
Expected Return on Plan Assets	-
Amortization of Prior Service Cost	-
Net Actuarial (Gain) / Loss to be recognized	-
Transfer In / Out	-
Curtailment (Gain) / Loss recognized	-
Settlement (Gain) / Loss recognized	-
Actuarial Loss / (Gain) on Obligation	-
Expense recognized in Profit and Loss Account	15.58

Movement in the Liability recognized in the Balance Sheet

(INR in Lakh)

Particulars	For the year ended 31.03.2022
Present Value of Obligations as at the beginning	26.65
Expenses Recognized in P & L Statement	15.58
Benefits Paid	-
Actual Return on Plan Assets	-
Acquisition Adjustment	-
Present Value of Obligations as at the end	42.23

Bifurcation of Present Value of Obligations at the end of the current period as per Schedule III of the Companies Act, 2013

(INR in Lakh)

Particulars	For the year ended 31.03.2022
Current Liability (Short Term)	4.70
Non-Current Liability (Long Term)	37.53
Present Value of Obligation as at the end	42.23

d) Compensated absences

In respect of Company staff, provision for leave encashment is calculated as per the Leave encashment plan – Other Long term Employee benefits, Accounting Standard-15.

The following tables summarize the components of net benefit expense recognized in statement of profit and loss and amount recognized in the balance sheet for the leave encashment plan.

The principal financial assumptions used in the valuation are shown in the Table below:

(INR in Lakh)

Particulars	For the year ended 31.03.2022
Discount Rate (Per Annum)	7.41%
Salary Growth Rate (Per Annum)	13.00%
Expected Rate of Return on Plan Assets (Per Annum)	0.00%

Changes in the Present Value of Obligation

(INR in Lakh)

Particulars	For the year ended 31.03.2022
Defined Benefit Obligation at the beginning	-
Current Service Cost	2.32
Interest Cost	-
Prior Service Cost – Vested benefit	4.27
Prior Service Cost – Non Vested benefit	-
Curtailments	-
Benefits Paid directly by the Company	-
Benefits Paid from Fund	-
Net transfer in/(out) (including the effect of any business combinations/divestitures)	-
Actuarial Loss / (Gain) on Obligation	-
Defined Benefit Obligation at the end	6.59

Expenses Recognized in the Profit and Loss Account

(INR in Lakh)

Particulars	For the year ended 31.03.2022
Current Service cost	2.32
Interest Cost on Obligation	4.27
Past Service Cost	-
Expected Return on Plan Assets	-
Amortization of Prior Service Cost	-
Net Actuarial (Gain) / Loss to be recognized	-
Transfer In / Out	-
Curtailment (Gain) / Loss recognized	-
Settlement (Gain) / Loss recognized	-
Expense recognized in Profit and Loss Account	6.59

Movement in the Liability recognized in the Balance Sheet

(INR in Lakh)

Particulars	For the year ended 31.03.2022
Present Value of Obligations as at the beginning	-
Expenses Recognized in P & L Statement	6.59
Benefits Paid	-
Actual Return on Plan Assets	-
Acquisition Adjustment	-
Present Value of Obligations as at the end	6.59

Bifurcation of Present Value of Obligations at the end of the valuation period as per Schedule III of the Companies Act, 2013

(INR in Lakh)

Particulars	For the year ended 31.03.2022
Current Liability (Short Term)	1.41
Non-Current Liability (Long Term)	5.18
Present Value of Obligation as at the end	6.59

13. Contingent Liabilities

(INR in Lakh)

Particulars	For the year ended 31.03.2022	For the year ended 31.03.2021
Demand/claims by various Government authorities not acknowledged as debts and contested by the Company:		
Income Tax*	10.32	-
Total	10.32	-

*Company has filed an appeal against the demand raised by Income Tax Department.

14. Licensed Capacity and installed Capacity's

Licensed Capacity : Not Applicable

15. Value of Imports calculated on CIF basis

Capital Assets :- Nil-
Raw Materials :- Nil-

16. Contribution to Statutory Reserve Fund

Statutory Reserve Fund of INR 546.23 lakh has been created under Section 45IC of RBI Act, 1934 for the FY 2021-22 @ 20% on Profit as per Profit and Loss Account, which is in addition to the existing Statutory Reserve Fund of INR 1091.82 lakh created for the Financial Years from 2006-07 to 2020-21.

17. Earnings per Share

(INR in Lakh)

Particulars	2021-22	2020-21
Net Profit after Tax as per Profit & Loss Account	2731.16	1612.93
Less: Transfer to Statutory Reserve Fund	546.23	322.59
Profit available to Equity Share Holders	2184.93	1290.34
Weighted Average No. of Equity Shares	1238.22	1176.92
Basic Earnings per share	1.76	1.10
Diluted Earnings per share	1.76	1.10

18. The net interest margin for the FY 2021-22 is 6.83%.

19. Ratios for FY 2021-22

Particulars	Formula Components	2021-22	2020-21	% of Change	Explanation
Current Ratio	Current Assets/ Current Liabilities	1.10	1.68	-34%	As compared to previous FY 2020-21, there is a significant increase in current maturities of long term debt in FY 2021-22
Debt-Equity Ratio	Total debt /Tangible Net worth (Tangible Net worth =Share Capital + reserves - DTA - Intangible Assets	2.71	2.68	1%	--
Debt Service Coverage Ratio	Net Profit+ Depreciation+ Interest on Borrowings+ loan repayments (including interest)/ Total amount of Interest and Principal of long term loan payable (or) paid during the year	1.85	2.13	-13%	--

Return on Equity Ratio	PAT/Average Net worth	11.78	8.24	43%	There is significant growth in Profit during FY 2021-22. Hence Ratio is high
Net Profit Ratio	PAT/Total Income	34.32	21.75	58%	There is significant growth in Profit during FY 2021-22. Hence Ratio is high
Return on Capital employed	(i) Return = PBIT (ii) Total capital employed = Net worth + Total long term Debt or Total Assets – Current Liabilities	12.41	10.69	16%	-
Return on Investment	Total interest earned on Investments / Average Investments	7.23	5.99	21%	-
Net Capital Turnover Ratio	Revenue from Operations / Current Assets- Current Liabilities	2.27	0.44	412%	As compared to previous FY 2020-21, there is a significant increase in current maturities of long term debt in FY 2021-22
Inventory Turnover Ratio	Not Applicable				
Trade receivable Turnover Ratio	Not Applicable				
Trade payable Turnover Ratio	Not Applicable				

(Explanation has been provided for change in the ratio by more than 25% as compared to the preceding year)

Movement of provisions for CSR Expenditure

(INR in Lakh)

Opening Balance as on 01.04.2021	2.00
Add: Refund of unspent amount for CSR project sanctioned in FY 2020-21	3.31
Add: Unspent CSR amount towards ongoing projects sanctioned in FY 2021-22	38.88
Closing Balance as on 31.03.2022	44.19

25. Impact of changes in Accounting policies

Provision for Standard Assets

For FY 2020-21, as per the management estimates, provision for Standard assets reckoned at 0.50% instead of 0.40% (minimum requirement) as per RBI. However, for FY 2021-22, provision has been created in respect of Standard Assets at 0.40%. With the above change the impact on Profit & Loss Account and Provision for Standard Assets is INR 78.40 lakh.

DISCLOSURE REQUIRED AS PER NBFC-SI NON DEPOSIT TAKING COMPANY (RESERVE BANK) DIRECTIONS, 2016.

1. Capital to Risk Asset Ratio (CRAR):

Particulars	31.03.2022	31.03.2021
(i) CRAR (%)	28.26	28.44
(ii) CRAR – Tier I Capital (%)	28.26	28.44
(iii) CRAR – Tier ii Capital (%)	-	-
(iv) Amount of subordinated debt raised as Tier-II capital	-	-
(v) Amount raised by issue of Perpetual Debt Instruments	-	-

2. Investments

(INR in Lakh)

Particulars	31.03.2022	31.03.2021
Value of Investment		
(i) Gross Value of Investments	3477.24	4773.57
(a) In India	3477.24	4773.57
(b) Outside India	--	--
(ii) Provision for Depreciation	--	--
(a) In India		
(b) Outside India		
(iii) Net Value of Investments	3477.24	4773.57
(a) In India	3477.24	4773.57
(b) Outside India	--	--

Movement of Provisions held towards depreciation on investments		
(i) Opening Balance		
(ii) Add: Provision made during the year	--	--
(iii) Less: Write-off/write back of excess provisions during the year	--	--
(iv) Closing Balance	--	--

3. Derivatives

The company has no transactions/ exposure in derivatives in the current year and previous year.

4. Disclosure relating to Securitization

The company does not have any securitized Assets in terms of the RBI Master Direction Ref. No. DNBR (PD) CC No.008/03.10.119/2016-17 dated September 2016, as amended, as at 31 March 2020.

4.1. Details of non-performing financial assets purchased/sold

The company has not purchased/sold non performing financial assets from other NBFCs during the year.

5. Assets Liability Management Maturity Pattern

Maturity pattern of certain items of Assets and Liabilities, as on 31 March 2022 (INR in Lakh)

Particulars	1 day to 30 /31 days	Over 1 month upto 2 Month	Over 2 months upto 3 months	Over 3 month & up to 6 month	Over 6 Month & up to 1 year	Over 1 year & up to 3 years	Over 3 years & up to 5 years	Over 5 years	Total
Deposits	--	1761.00	--	2.66	--	--	--	1304.81	3068.47
Advances	2037.36	3351.68	2329.97	7952.23	15783.84	42140.27	5414.93	1062.64	80072.92
Investments	255.65	256.20	260.25	590.83	1099.26	1015.05	--	--	3477.24
Borrowings	203.32	141.67	5293.35	10720.37	16187.31	29634.46	307.87	--	62488.35
Foreign Currency assets	--	--	--	--	--	--	--	--	--
Foreign Currency liabilities	--	--	--	--	--	--	--	--	--

6. Exposure to Real Estate Sector (both direct and indirect)

(INR in Lakh)

Category	31.03.2022	31.03.2021
Indirect Exposure		
Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	7084.25	2754.35

7. Exposure to Capital Markets

The company does not have any exposure to the Capital Markets as at 31 March 2022.

8. Details of financing of parent company products

No such financing arrangements are made.

9. During the year there are no instances of Single Borrower Limit/Group Borrower Limit exceeding the sanctioned limit or outstanding or entire outstanding whichever higher.

10. Unsecured Advances During the year, the company has not given any advances with intangible collaterals such as charge over the rights, licenses, authority, etc.

11. Registration obtained from Financial Sector Regulations :

Sl.No.	Regulator	Registration Number
1.	Ministry of Corporate Affairs.	U65910TG1997PLC026442
2.	Reserve Bank of India	B - 09.00004

12. Penalties levied by any regulator - Nil

13. Percentage of Loans against Gold jewelry to Total Assets - Nil

14. Restructuring of loans - During the financial year, the company has not restructured any loan account.

15. Rating assigned by Credit Rating Agencies and Migration of Rating during the year - During the year, Credit Rating of the company "IND AA/Stable" was reaffirmed by India Ratings.

16. Information with regard to joint venture and overseas subsidiary - Nil

17. Provisions and Contingencies

(INR in Lakh)

Breakup of Provisions and Contingencies	31.03.2022	31.03.2021
Provision for Depreciation on Investment	-	-
Provision towards NPA	468.74	525.69
Provision made towards Income Tax	863.23	627.99
Provision for Standard Assets	313.60	326.05
Other Provisions	233.07	62.56
Contingent Liabilities	10.32	-

18. Draw Down from Reserves - Nil.

19. Concentration of Deposits, Advances, Exposures and NPAs (INR in Lakh)

Concentration of Advances

Particular	31.03.2022	31.03.2021
Total Advances to twenty largest borrowers	48852.94	39460.50
Percentage of Advances to twenty largest borrowers to Total Advances	61.01%	58.86%

Concentration of Exposures

Particular	31.03.2022	31.03.2021
Total Advances to twenty largest borrowers/Customers	48852.94	39460.50
Percentage of Exposure to twenty largest borrowers/ customers to Total Exposure of the NBFC on borrowers/customers	61.01%	58.86%

Concentration of NPAs

Particular	31.03.2022	31.03.2021
Total Exposure to top four NPA accounts	1672.79	1501.72

Sector wise NPAs (percentage of NPAs to total advances in that sector)

Sector	31.03.2022	31.03.2021
Agriculture & Allied Activities	47.58	49.14
MSME	-	-
Corporate borrowers	1.90	1.93
Services	-	-
Unsecured Personal Loans	-	-
Auto Loans	-	-
Other Personal Loans	-	-
Others	-	7.69

Movement of NPAs

Particular	31.03.2022	31.03.2021
(i) Net NPAs to Net Advances (%)	1.51	1.96
(ii) Movement of NPAs(Gross)		
(a) Opening balance	1830.77	1721.08
(b) Additions during the year	766.89	1131.03
(c) Reductions during the year	924.62	1021.34
(d) Closing balance	1673.04	1830.77
(iii) Movement of Net NPAs		
(a) Opening balance	1305.08	1490.73
(b) Additions during the year	593.68	737.86
(c) Reductions during the year	694.46	923.51
(d) Closing balance	1204.30	1305.08
(iv) Movement of provisions for NPAs (excluding provisions on standard assets)		
(a) Opening balance	525.69	230.35
(b) Provisions made during the year	1206.78	1232.19
(c) Write of / write back of excess provisions	1263.73	936.85
(d) Closing balance	468.74	525.69

20. Disclosure of Complaints

Particular	31.03.2022	31.03.2021
No. of complaints pending at the beginning of the year	Nil	Nil
No. of complaints received during the year	Nil	Nil
No. of complaints redressed during the year	Nil	Nil
No. of complaints pending at the end of the year	Nil	Nil

Notes 1 to 24 referred to above form part of the Balance Sheet and Profit & Loss Account.

As per our Report of even Date
For SR Mohan & Co
Chartered Accountants
[Firm Registration No. 002111S]

For NABSAMRUDDHI Finance Limited

Sd/-

S Sandeep Reddy
Partner
M.No. 242470
UDIN: 22242470AIDMCB4864
Place: Hyderabad
Date: 29 April 2022

Sd/-

P V S Suryakumar
Chairman
DIN: 06694864
Date: 29 April 2022

Sd/-

Dr. Ushamani P
Managing Director
DIN: 09138953
Date: 29 April 2022

Sd/-

M Prashanth Babu
Chief Financial Officer
PAN: ACQPM3493H
Date: 29 April 2022

Sd/-

Suzette Pereira
Company Secretary
M No. A46491
Date: 29 April 2022

NABSAMRUDDHI Finance Limited

Schedule to the Balance Sheet of a NBFC

(as required in terms of Paragraph 9BB of Non – Banking Financial Companies Prudential Norms
(Reserve Bank) Directions, 1998)

(INR in Lakh)

Particulars			
LIABILITIES SIDE			
1	Loans and Advances availed by the NBFCs Inclusive of interest accrued there on but not paid:	Amount Outstanding	Amount Overdue
	(a) Debentures Secured		
	Unsecured	Nil	Nil
	(other than falling within the meaning of public deposits*)		
	(b) Deferred Credits	Nil	Nil
	(c) Term Loans	Nil	Nil
	(d) Inter – Corporate loans and borrowing	Nil	Nil
	(e) Commercial Paper	Nil	Nil
	(f) Other Loans (Secured loan – Refinance & Interim Finance from NABARD)	62488.35	Nil
2	.Break-up of (1) (f) above (Outstanding public deposits inclusive of interest accrued there on but not paid)		
	(a) In the form of Unsecured Debentures	Nil	Nil
	(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of the security	Nil	Nil
	(c) Other public deposits	Nil	Nil
	Assets side:		Amount Outstanding
3	Break up of Loans and Advances including bills receivables (other than those included in (4) below):		
	(a) Secured		80072.92
	(b) Unsecured		--
4	Breakup of Leased Assets and stock on hire and other assets counting towards AFC activities		
	(i) Lease Assets including lease rentals under sundry debtors:		Nil
	(a) Financial Lease		
	(b) Operating Lease		
	(ii) Stock on hire including hire charges under sundry debtors:		Nil
	(a) Assets on hire		
	(b) Repossessed Assets		
	(iii) Other loans counting towards AFC activities		Nil
	(a) Loans where assets have been repossessed		
	(b) Loans other than (a) above		

(INR in Lakh)

Particulars		
	Assets side:	Amount Outstanding
5	Break-up of investments :	
	<u>Current investments :</u>	Nil
	1. Quoted :	
	(i) Shares : (a) Equity	
	(b) Preference	

7	Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) :		
	Category	Market Value / Break up or fair value or NAV	Book Value (Net or Provisions)
	1. Related Parties ** (a) Subsidiaries (b) Companies in the same group (c) Other related parties	Nil	Nil
	2. Other than related parties	Nil	Nil
	Total	Nil	Nil

8	Other Information		
	(i) Gross Non-Performing Assets		
	(a) Related parties		Nil
	(c) Other than related parties		1673.04
(ii) Net Non-Performing Assets			
(a) Related parties		Nil	
(b) Other than related parties		1204.30	
(iii) Assets acquired in satisfaction of debt			Nil

As per our Report of even Date
For SR Mohan & Co
Chartered Accountants
[Firm Registration No. 002111S]

For NABSAMRUDDHI Finance Limited

sd/-
(S Sandeep Reddy)
Partner
M.No. 242470
UDIN: 22242470AIDMCB4864
Place: Hyderabad
Date: 29 April 2022

sd/-
P V S Suryakumar
Chairman
DIN: 06694864
Date: 29 April 2022

sd/-
Dr. Ushamani P
Managing Director
DIN: 09138953
Date: 29 April 2022

sd/-
M Prashanth Babu
Chief Financial Officer
PAN: ACQPM3493H
Date: 29 April 2022

sd/-
Suzette Pereira
Company Secretary
M No. A46491
Date: 29 April 2022

Balance Sheet Abstract and General Business Profile

I. Registration Details

Registration No.		State Code	
26442		01	
Balance Sheet Date	Date	Month	Year
	31	03	2022

II. Capital raised during the Year

(Amount in INR Thousands)

Public Issue -----	Right Issue -----
Bonus Issue -----	Private Placement -----

III. Position of Mobilisation and Deployment of Funds

(Amount in INR Thousands)

Total Liabilities	Total Assets
8787322	8787322

IV. Sources of Funds:

(Amount in INR Thousands)

Paid-up Capital 1238220	Reserve & Surplus 916763	Reserve Fund 163805
Non-Current Liabilities 3003486	Current Liabilities 3465048	

V. Application of Funds:

(Amount in INR Thousands)

Net Fixed Assets 2529	Investments 347724
Non Current Assets 4861790	Current Assets 3562375
Accumulated Losses -----	Deferred Tax Asset 12904

Performance of the Company

(Amount in INR Thousands)

Turnover	Total Expenditure
795792	434336
Profit/(Loss) before Tax	Profit/(Loss) after Tax
361456	273116
Earning per share in INR	Dividend(%)
1.76	2

VI. Generic Names of Three Principal Products/services of Company

(As per monetary terms)

Item Code No. (ITC code) : NA
Product Description : Term Loan, PTC and Working Capital Loans

NOTICE TO SHAREHOLDERS

Notice is hereby given that the Twenty Fifth Annual General Meeting of the Members of **NABSAMRUDDHI Finance Limited** will be held on **Thursday, 29 September 2022 at 12.00 Noon** through Video Conference/Other Audio Visual Means, to transact the following business. The venue of the meeting shall be deemed to be the Registered Office of the Company at NABARD Regional Office, 1-1-61, Yeduguri Chambers, RTC 'X' Roads, Hyderabad-500020.

ORDINARY BUSINESS

1. To receive, consider and adopt the audited financial statements for the financial year ended 31 March 2022 and the Reports of the Board of Directors and Auditors thereon.
2. To approve Final Equity Dividend for the Financial Year ended 31 March 2022.
“**RESOLVED THAT** a final dividend @ 2% i.e. (Rs. 0.20/equity share of FV Rs.10/- each) on the paid up equity share capital of Rs.123,82,19,880/- (Rupees One Hundred and Twenty-Three crores Eighty Two lakhs Nineteen thousand Eight Hundred and Eighty only) amounting to Rs.2,47,64,398/- (Rupees Two Crores Forty Seven Lakhs Sixty Four Thousand Three Hundred and Ninety Eight only) on pro-rata basis for the Financial Year ended 31 March 2022 as recommended by the Board of Directors be and is hereby declared.”
3. To appoint a Director in place of Shri Lal Singh Tanwar (DIN: 08221094) who retires by rotation and being eligible, offers himself for re-appointment.
“**RESOLVED THAT** appointment of Shri Lal Singh Tanwar (DIN: 08221094) as Nominee Director, who retires by rotation and being eligible offers himself for re-appointment, be and is hereby approved.
4. To appoint Statutory Auditors of the Company
“**RESOLVED THAT** pursuant to Section 139(5) and other applicable provisions, if any, of the Companies Act, 2013, the appointment of Statutory Auditors of the Company for the year 2022-23 as proposed by the Comptroller and Auditor General of India (CAG), New Delhi be and is hereby approved, on such remuneration as may be fixed by the Board of Directors of the Company and further resolved that the aforesaid Auditors appointed by the CAG under Section 139(5) of the Companies Act, 2013 shall hold office from the conclusion of this meeting till the conclusion of the next Annual General Meeting of the Company”.

By the order of the Board
For **NABSAMRUDDHI Finance Limited**

Place: Mumbai

Date: 05 September 2022

Corporate Office:

Ground Floor, D Wing, NABARD HO,
C-24, G Block, Bandra Kurla Complex,
Mumbai – 400 051.

Sd/-

Suzette Pereira
Company Secretary
Membership No. A46491

NOTICE TO SHAREHOLDERS

NOTES

- 1) In view of the continuing restrictions on the movement of people at several places in the country, due to outbreak of COVID-19, the Ministry of Corporate Affairs (MCA), vide its General Circular No. 20/2020 dated 05 May 2020 read with General Circular No. 14/2020 dated 08 April, 2020 and General Circular No. 17/2020 dated 13 April 2020 and General Circular No. 02/2021 dated 13 January 2021 and General Circular No 2/2022 dated 05 May 2022, has allowed the Companies to conduct the AGM through Video Conferencing (VC) or Other Audio Visual Means (OAVM) during the calendar year 2022. In accordance with the said circulars of MCA, the 25th AGM of the Company shall be conducted through VC / OAVM. The procedure for participating in the meeting through VC / OAVM is explained below.
- 2) As the AGM shall be conducted through VC / OAVM, the facility for appointment of Proxy by the Members is not available for this AGM and hence the Proxy Form and Attendance Slip including Route Map are not annexed to this Notice.
- 3) Institutional / Corporate Members are requested to send a scanned copy (PDF / JPEG format) of the Authorised Letter authorising its representatives to attend and vote at the AGM, pursuant to Section 113 of the Act, at cs.nabsamruddhi@nabard.org.
- 4) The Register of Directors and Key Managerial Personnel and their shareholding under Section 170 of the Act, the Register of Contracts with Related party, and contracts and bodies etc. in which Directors are interested under Section 189 of the Act will remain available for inspection through electronic mode during the AGM, for which purpose Members are required to send an e-mail to cs.nabsamruddhi@nabard.org

ELECTRONIC DISPATCH OF ANNUAL REPORT:

- 5) In accordance with the General Circular No. 20/2020 dated 05 May 2020 and General Circular No. 2/2022 dated 05 May 2022, issued by MCA owing to the difficulties involved in dispatching of physical copies of the financial statements (including Report of Board of Directors, Auditor's report or other documents required to be attached therewith), such statements including the Notice of AGM are being sent in electronic mode to Members to their e-mail address.
- 6) Members holding shares in physical mode and who have not updated their email addresses with the Company are requested to update their email addresses by writing to the Company at cs.nabsamruddhi@nabard.org along with the copy of the signed request letter mentioning the name and address of the Member, self-attested copy of the PAN card and self-attested copy of any document (eg.: Driving License, Election Identity Card, Passport) in support of the address of the Member. Members holding shares in dematerialised mode are requested to register / update their email addresses with the relevant Depository Participants. In case of any queries / difficulties in registering the e-mail address, Members may write to cs.nabsamruddhi@nabard.org.
- 7) The Notice of AGM, along with Annual Report for the FY 2021-22 is available on the website of the Company at www.nabsamruddhi.in
- 8) Members will be provided with a facility to attend the AGM through VC / OAVM. The link for VC / OAVM will be sent via email to the Members.

- 9) For convenience of the Members and proper conduct of AGM, Members can login and join atleast 30 (thirty) minutes before the time scheduled for the AGM and the link shall be kept open throughout the proceedings of AGM.
- 10) Members who need assistance before or during the AGM with use of technology, can either contact Shri. Sumit Gupta, Chief Technology Officer at it.nabsamruddhi@nabard.org (contact number +91-8280027380); or Contact Smt Suzette Pereira, Company Secretary at cs.nabsamruddhi@nabard.org (contact number +91-9892318600).
- 11) Please note that participants connecting from Mobile devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio / Video loss due to fluctuation in their respective network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.
- 12) Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.

PROCEDURE TO RAISE QUESTIONS / SEEK CLARIFICATIONS WITH RESPECT TO ANNUAL REPORT:

- 13) As the AGM is being conducted through VC / OAVM, for the smooth conduct of proceedings of the AGM, Members are encouraged to express their views / send their queries in advance mentioning their name, demat account number / folio number email id, mobile number at cs.nabsamruddhi@nabard.org. Questions / queries received by the Company till 5.00 p.m. on Wednesday, 28 September 2022 shall be considered and responded during the AGM.
- 14) The Members, whose names appear in the Register of Members are entitled to vote on the Resolutions set forth in this Notice. A person who is not a Member as on that date should treat this Notice of AGM for information purpose only.
- 15) All the documents referred to in the accompanying Notice shall be available for inspection on the basis of the request being sent on cs.nabsamruddhi@nabard.org.

BOOK CLOSURE & PAYMENT OF DIVIDEND

- 1) The Register of Members and the Share Transfer Books of the Company will remain closed from Friday, 23 September 2022 to Thursday, 29 September 2022 (both days inclusive) for purposes of payment of dividend, if approved by the Members at the said AGM to those Members whose names appears in the Register of Members as on 22 September, 2022. Shareholders are requested to provide Bank details to facilitate payment of dividend, etc., either in electronic mode or for printing on the payment instruments.
- 2) Pursuant to Finance Act, 2020, Dividend income will be taxable in the hands of the Members w.e.f. 01 April 2020, and hence the Company is required to deduct tax at source (TDS) under sections 194/195 /196D of the Income Tax Act, 1961 (the IT Act) at the time of distribution or payment of the said dividend. TDS rate depends upon the residential status and category of the Shareholder as well as documents submitted to the Company/RTA/Depository Participant.

- 3) Members are requested to note that, dividends if not encashed for a period of 7 years from the date of transfer to the Unpaid Dividend Account of the Company, are liable to be transferred to the Investor Education and Protection Fund (“IEPF”). The shares in respect of such unclaimed dividends for 7 consecutive years are also liable to be transferred to the Demat account of the IEPF Authority. Members who have so far not claimed the dividends are requested to make claim with the Company immediately as no claim shall lie against the Company in respect of individual amounts/shares once credited to the said IEPF.

DEMATERIALISATION OF SHARES

- 1) As per the Ministry of Corporate Affairs notification dated 10 September 2018, Sub rule 3 of Rule 9A of the Companies (Prospectus and Allotment of Securities) Rules, 2014 states that- Every holder of securities of an unlisted public company,
- (a) who intends to transfer such securities on or after 02 October 2018, shall get such securities dematerialised before the transfer; or
 - (b) who subscribes to any securities of an unlisted public company (whether by way of private placement or bonus shares or rights offer) on or after 02 October 2018 shall ensure that all his existing securities are held in dematerialized form before such subscription.

Members holding shares in physical form are requested to consider converting their holding to dematerialized form at the earliest.

By the order of the Board
For NABSAMRUDDHI Finance Limited

Place: Mumbai
Date: 05 September 2022

Corporate Office:

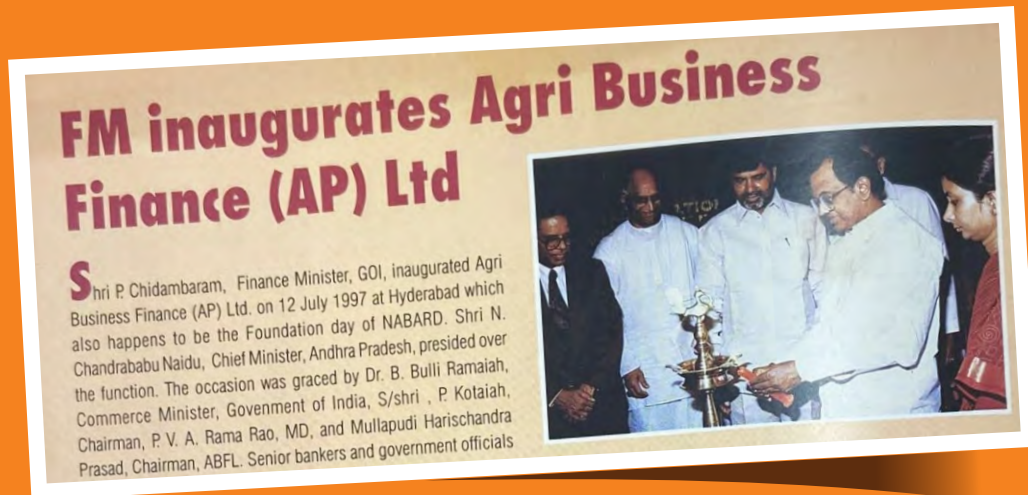
Ground Floor, D Wing, NABARD HO,
C-24, G Block, Bandra Kurla Complex,
Mumbai – 400 051.

Sd/-

Suzette Pereira
Company Secretary
Membership No. A46491

Events & celebrations

Inauguration of Agri Business Finance Limited at Hyderabad in 1997



Inauguration of Corporate Office at Mumbai in 2017



Recent events

Inauguration of branch at New Delhi in 2021



24th Annual General Meet



Silver Jubilee Celebration



Signing of MoU with Water.org



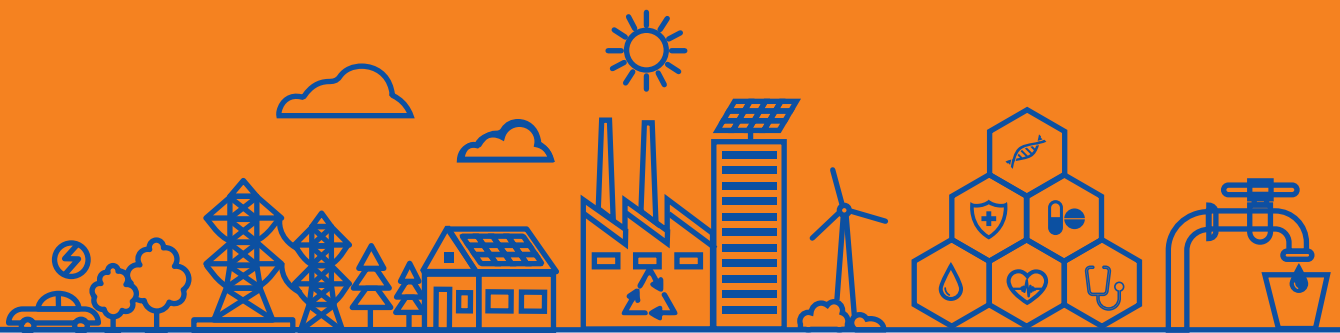
Outbound Motivational Workshop organized for employees of the Company



Service Level Agreement with NABARD







NABSAMRUDDHI FINANCE LIMITED

*A Subsidiary of NABARD
(Formerly Agri Business Finance Limited)*

*E-mail: nabsamruddhi@nabard.org
Website: www.nabsamruddhi.in*