

# ANNUAL REPORT 2021-22



## Maanaveeya Development & Finance Private Limited

Door No. 8-2-293/82/2/208/A, and 208/A/1, M.L.A's Colony, Road No. 12, Banjara Hills, Hyderabad - 500 034, Telangana, INDIA

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# MAANAVEEYA DEVELOPMENT & FINANCE PRIVATE LIMITED

## 18<sup>th</sup> ANNUAL REPORT **2021-22**

**Registered Office:**

Door No. 8-2-293/82/2/208/A and 208/A/1, M.L.A's Colony  
Road No. 12, Banjara Hills, Hyderabad – 500034, Telangana, INDIA  
Telephone: +91 40 23554729, Telefax: 040 23555157  
Mail ID: office.in@oikocredit.org, Website: www.maanaveeya.org  
CIN: U65999TG2004PTC043839

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## Corporate Information

### COMPANY NAME

**Maanaveeya Development & Finance Private Limited**

*(Formerly Maanaveeya Holdings & Investments Private Limited; name changed in July, 2011)*

### CORPORATE IDENTITY NUMBER (CIN):

U65999TG2004PTC043839

### RBI Registration Number

*N-09.00417 (Non-Banking Finance Company registration number issued by RBI)*

### WEBSITE

[www.maanaveeya.org](http://www.maanaveeya.org)

### REGISTERED OFFICE

Door No. 8-2-293/82/2/208/A and 208/A/1  
M.L.A's Colony, Road No. 12, Banjara Hills  
Hyderabad – 500034 Telangana, India.

### STATUTORY AUDITORS

**Venugopal & Chenoy**

**Chartered Accountants**

4-1-889/16/2, Tilak Road,

Hyderabad – 500 001

### INTERNAL AUDITORS

**M/s. Pulivarthi & Associates**

**Chartered Accountants**

Villa # 4, Plot no: 666,

H No. 8-2-293/82/A/666

Road No 34, Jubilee Hills, Hyderabad – 500 033  
Telangana, India.

### BOARD OF DIRECTORS

#### Non-Executive Chairman

Mr. Marinus Anthonius Van Eyk  
(DIN: 08135566)

#### Non-Executive Director

Ms. Mirjam 't Lam  
(DIN: 08949967)

#### Non-Executive Director

Mr. Brij Mohan  
(DIN: 00667210)

#### Independent Director

Ms. Mohua Mukherjee  
(DIN: 08714909)

#### Independent Director

Mr. Pramod Kumar Panda  
(DIN: 08150489)

#### Managing Director

Mr. Gouri Sankar Gollapudi  
(DIN: 06788500)

### CHIEF FINANCIAL OFFICER

Mr. Rambabu Balina

### COMPANY SECRETARY

Ms. Pooja Poddar

### BANKS & FINANCIAL INSTITUTIONS

#### Cooperative Rabobank U.A

(Formerly Rabo Bank International)

#### Federal Bank Limited

#### Kotak Mahindra Bank

#### Indian Overseas Bank

#### Axis Bank

## **About Maanaveeya**

Maanaveeya is the Indian subsidiary of Oikocredit Ecumenical Development Cooperative Society U.A (Oikocredit), which is one of the world's largest sources of global development financing Institution. Oikocredit is a worldwide cooperative and financial institution that promotes sustainable development by providing loans, capital and capacity building support to microfinance institutions, fair trade organizations and small to medium enterprises. Oikocredit overall partnered with 517 partners in 33 countries by end of December 2021.

Maanaveeya was incorporated in 2004 and is engaged in the business of development financing. It is registered as a Non-Banking Financial Company (NBFC) with the Reserve Bank of India (RBI). Maanaveeya primarily lends to Micro-Finance Institutions (MFIs), NBFCs lending to Micro, Small and Medium Enterprises (MSMEs), Renewable Energy and Development projects that benefit the poor. Maanaveeya is committed towards responsible lending and meeting the needs of credit for development. Maanaveeya is professionally managed with the active support of Oikocredit, which has the best of the systems and expertise in development finance. As on March 31, 2022, Maanaveeya is working with 78 partners with an outstanding portfolio of Rs. 1392 crore with asset under management of Rs. 1459 Crores.

Though major portion of our portfolio is in microfinance sector, we focus more on the development of integrated livelihood and Income Generation activities that help the socio-economic development of the poor. Our selection criteria of the project partners take care of both the social as well as financial sustainability. Other focus areas are Micro, Small Medium Enterprises (MSMEs) and Renewable Energy finance. As the microfinance sector is emerging, there is a felt need for enterprise development among the graduated SHG women groups & also new start up enterprises. Maanaveeya continues in building enterprise development programs for its partners and also diversify its product base by lending to Small and Medium enterprises through NBFCs and also Renewable Energy, SMEs.

Social Performance Management (SPM) is at the heart of Maanaveeya's work. It means prioritizing and striving to meet clients' needs effectively and efficiently. Maanaveeya builds the SPM capacity of its microfinance and other partners and supports them in helping clients to improve their lives. Key areas of SPM capacity building include client protection, poverty alleviation and monitoring, financial and social risk management, sector-specific projects, and staff development.

## Message from the Managing Director...

**Dear Friends, Directors and Stakeholders,**

I am delighted to welcome you to the 18th Annual General Meeting (AGM) of Maanaveeya. It gives me immense pleasure in presenting you, our 18th Annual Report of the company for the year ended March 31, 2022. In a span of eighteen years, Maanaveeya has achieved many milestones and I wish to thank each one of you for your continued support and patronage.



Maanaveeya is one of the few development finance companies engaged in lending to Micro Finance Institutions, MSME lending companies & Development Projects in Agriculture value chains, Renewable Energy projects with access to energy focus in India. Portfolio distribution across the sectors & regions is well balanced and portfolio monitoring is always on high priority, resulting in improved portfolio quality and yields. In addition, increasing trend of average ESG score of clients over the years, shows that company focus on social performance is yielding results.

If FY21 saw darkside of the pandemic, first half of FY 2022 is no different with Delta variant hitting hard India, with loss of life across geographies. Refinance support to industry and vaccination drive by the Govt helped in bringing back some normalcy and second half of the FY was much better, with businesses slowly catching up.

With the period of uncertainty mostly behind us, I believe a more positive macroeconomic outlook dominates the executive agenda, across industries/business houses. While there are headwinds in the form of rising inflation, interest rates and disruption of supply chains due to Ukraine crisis, among several others, India is expected to grow around 7% and is likely to be the fastest-growing major economy in the world in FY23 with the strength to absorb external shocks.

At Maanaveeya, we supported the government's initiatives to help businesses by implementing measures like moratorium, payment holidays and Resolution of Covid-19 related stress of Micro, Small and Medium Enterprises (MSMEs) etc., It is aptly said that only in times of adversity do true leaders' shine@! I am happy to share that Company showed its resilience during the years of stress, staying in close touch with clients and supporting them. During the year under review, Company sanctioned total loans aggregating to Rs. 890 crore and disbursed Rs. 912 crore, resulting in year-end gross portfolio outstanding of Rs. 1,392 crore and Assets Under Management (AUM) of Rs. 1,459 crore. Total income during the year stood at Rs. 142 crore and total expenses was at Rs. 84 crore, resulting in PBT of Rs. 58 crore and Net Profit (after tax) of Rs. 40 crore.

Overall, Maanaveeya has showed great resilience in getting back to business, standing by its clients and recording very good performance during the FY 2021-22.

That credit rating of the Company is reaffirmed as CARE A- Stable (A Minus with stable outlook), keeping in view the strength of its business model, portfolio quality, Board and experienced Management team, healthy capitalization levels, Risk Management and its strong parentage with Oikocredit continuous funding support..

Under CSR, during the financial year 2021-22, the Company supported LV Prasad Eye Institute for performing 150 free cataract surgeries and installation of 70 KW Rooftop Solar Power plant and extended support to Akshayapatra Foundation for feeding of 1500 children of government schools under Mid-day meals program. In addition, company Energy Swaraj Foundation for Energy Literacy Training of 2 lacs participants and for Renovation and repair of Government School.

On Governance and Board front, there is only one change with Mr. Pramod Kumar Panda joining as an Independent Director on the Board of Maanaveeya. The other directors on the Board are Mr. Marinus Anthonius Van Eyk, Non-Executive Chairman, Ms. Mirjam 't Lam, Non Executive Non Independent Director (Oikocredit nominee Directors), Ms. Mohua Mukherjee, Independent Director and Mr. Brij Mohan, Non-Executive Non-Independent Director on the Board of Maanaveeya. We thank all the Directors for their support and guidance.

### **Most Preferred Workplace 2022-23 Award:**

MV was recognised for its best practices and awarded with the Most Preferred Workplace by TEAMMARKMEN.

Team Marksmen’s mission is to help organizations and leaders from across sectors create impactful change that matters. Their work stems from a holistic understanding of every client’s personalized context, unique requirements, sector dynamics, and macroeconomic environment. This allows them to create brand solutions that resonate with audiences, and thereby helps advance the practice of management. MV’s work during COVID times, to support staff & families with Work from Home facility, Covid vaccination drive etc., helped the company clinch the award.

### **Mahatma Award for CSR Excellence 2022:**

Maanaveeya was awarded with “Mahatma Award for CSR Excellence 2022” for its innovative approach achieves 6X times social impact with same CSR funding.

One time CSR fund investment towards the fixed solar assets of organisations like LV Prasad Foundation and Akshaya Patra Foundation would save on the Power bill year-on-year for more than 20 to 25 Years and each year’s savings on power bill will be utilized again for organisations’ respective activity of free eye surgery and mid-day meal , and the cycle would go on for 25 years, i.e., the life of solar system, thus creating 6X-8X impact.

Our intervention has ensured a huge social impact of eliminating classroom hunger and ensuring more people to come out of blindness, repeatedly year-after-year, for 25 years.



Most Preferred Workplace Award



Mahatma Award for CSR Excellence 2022

### **Vaccination and Staff Support:**

During wave 2 of Covid in the first half of FY 2022, many of our employees / families also suffered. Maanaveeya supported staff & families during those difficult times and pro-actively conducted Covid-19 vaccination camps. .

Though trying times, overall it was a good year for Maanaveeya and this performance could not have been possible without the efforts of a whole lot of people. I would like to thank you, the shareholders, its Board and Management. Warm appreciation also goes out to the regulators, bankers, auditors, rating agency and all other stakeholders. We are also thankful and proud of all our partners who deliver in the field and helped us in creating impact. A word of thanks also to the management and the team, for their hard work and contribution.

As we look forward from here, future looks bright and we are cautiously optimistic to embark on the next growth phase to realize our vision of financial inclusion sand job creation.

**Dr. G. Gouri Sankar**  
Managing Director

## Board of Directors



**Mr. Marinus Anthonius Van Eyk**  
Non- Executive Chairman



**Ms. Mirjam 't Lam**  
Non- Executive Director



**Mr. Brij Mohan**  
Non-Executive Director



**Ms. Mohua Mukherjee**  
Independent Director



**Mr. Pramod Kumar Panda**  
Independent Director



**Dr. Gouri Sankar Gollapudi**  
Managing Director

## Maanaveeya Family



Mr. Rambabu Balina



Ms. Potay Madhavi



Mr. Emmanuel Martin



Ms. Rajeswari Chegi Reddy



Mr. Anirudh Sarda



Ms. Angadi Sujata



Ms. Gowri Nayak



Ms. Havilah Shirish



Ms. Lovely Mukherjee



Mr. Kiran Kodi



Mr. Thomas Jesu



Mr. Abhinav Natari



Mr. Manoj Mandapalli



Ms. Anasuyadevi Polavarapu



Mr. Venkat Sanikommu



Ms. PoojaPoddar



Ms. Lakshmi Soujanya



Ms. Pushpalatha Totlapalepu



Ms. Saraswathi Pradeep



Mr. V Ratnam



Mr. Chandra Sekhar



Mr. Harsh Shah

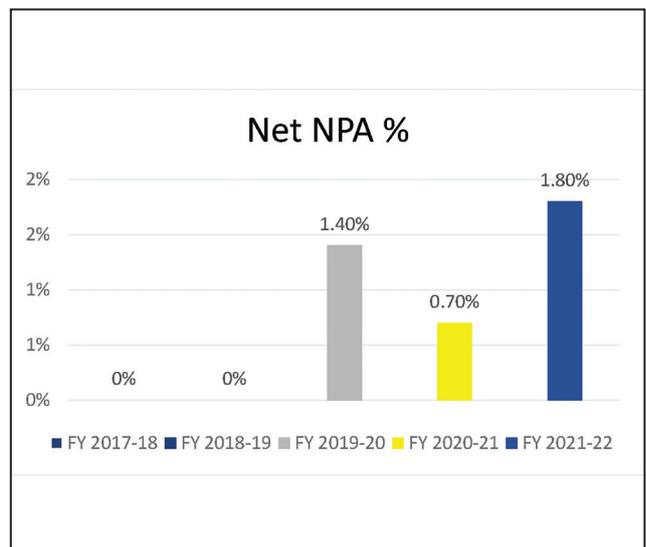
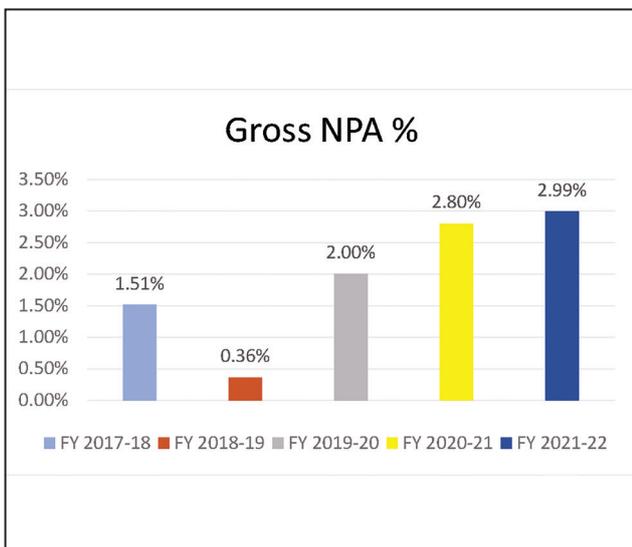
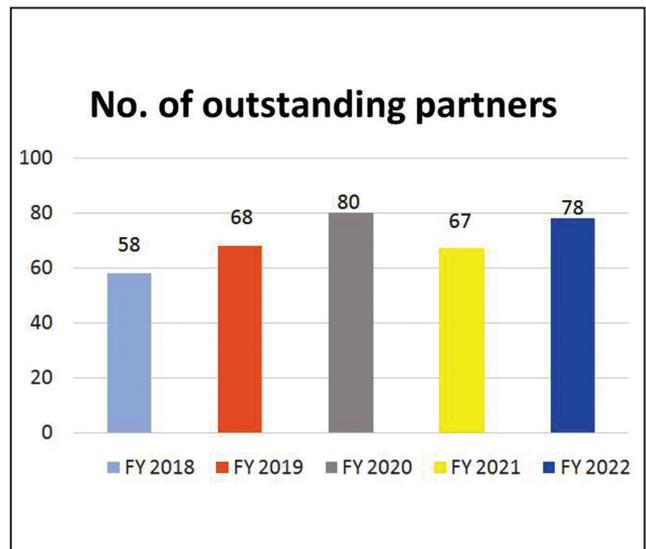
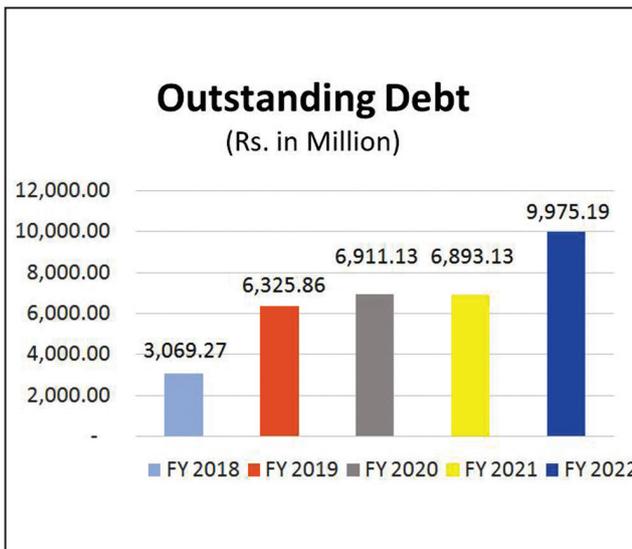
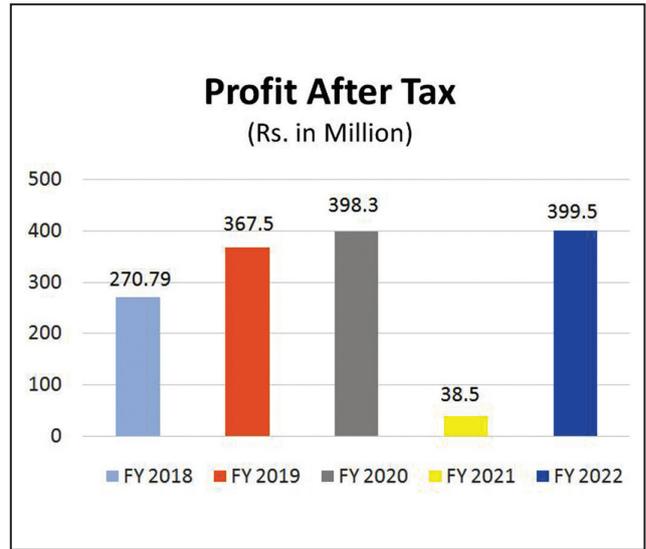
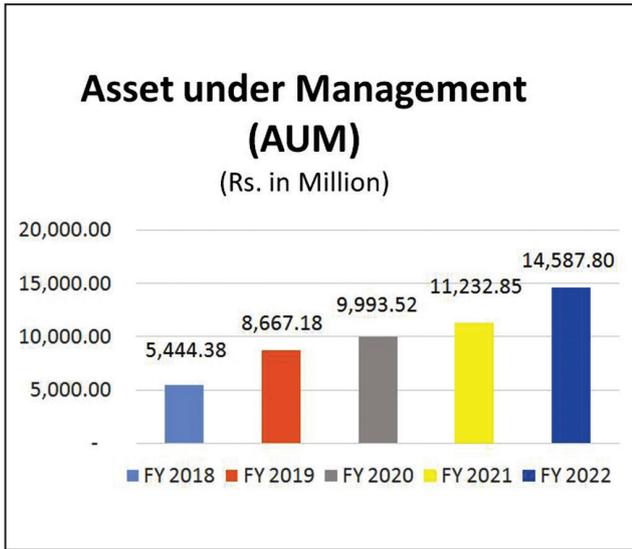


Mr. Jayakar Gudise



Mr. A. Raja Mannar

# FINANCIAL PERFORMANCE



## Financial Overview of Maanaveeya In Last 8 Years

(Amounts in ₹ Mn)

Particulars	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
Authorised Share Capital	2,300	2,300	2,300	2,300	2,300	2,300	2,300	2,300
Paid-up Equity Share Capital	2,287	2,287	2,287	2,287	2,287	2,287	2,287	2,287
Net worth	2,394	2,575	2,860	3,131	3,498	4,095	4,133	4,534
Total Outstanding Debt	1,780	1,713	1,900	3,069	6,326	6,911	6,893	9,975
Loans disbursed	2,167	2,080	2,471	3,529	6,096	6,130	6,463	9,124
Portfolio Outstanding	3,521	3,595	3,694	4,828	8,001	9,435	10,704	13,918
Assets under management	3,851	4,046	4,155	5,444	8,667	9,994	11,233	14,588
Loans Written-Off	157	120	-	7	27	-	290	218
Total Income	557	577	646	639	989	1,445	1,321	1,421
Total Expenses	321	374	335	258	494	849	1,170	845
Profit Before Tax (PBT)	236	203	312	380	496	596	152	576
Net Profit/(PAT)	178	181	285	271	368	398	39	400
PAR>90 days	291	127	91	73	29	191	297	415
PAR>90 days in % of Loan portfolio	8.27%	3.54%	2.45%	1.51%	0.36%	2.03%	2.78%	2.98%
Number of partners with outstanding portfolio	56	56	58	58	68	80	67	78
Number of outstanding loans	93	86	78	85	104	124	107	112
Funds Raised through - ECB's	0	0	0	1,500	4,000	0	0	2,500
Rating	BBB-	BBB	BBB	BBB+	A-	A-	A-	A-

## Business Updates 2021-22

### Micro Finance Operations:

Microfinance operations are the backbone of Maanaveeya and as on date around 55% of the portfolio is in microfinance lending through NBFC MFIs, Section 25 Co and Community based organizations. As of March 22, we have 42 MFI partners (63 loans outstanding), the total microfinance outstanding portfolio Rs. 7,682 mn (Euro 91 mn) (55% of the total portfolio of Rs. 13,968 mn (Euro 166 mn), we offered two loan products Term Loans (79%) and Subordinated Debt (21%). We are evenly distribution in the regions of across India. We have added 3 new MFI clients to our portfolio in FY2022.

Beginning of the financial year FY 22 was hit by 2nd wave of COVID, which was very sever and the MFI clients in rural areas were also severely impacted. Due to lock downs and slowdown of the economic activities the growth and portfolio quality of the MFIs deteriorated this also led to deterioration of all the key performance indicators of MFIs. However, with the Govt. support of Credit guarantee schemes of Rs. 7500 crores and RBI guidelines on moratorium and restructuring of loans MFIs liquidity increased and PAR levels improved at national level. As of March 22, the sector wise microfinance operations grown by 19% compared to March 21 and PAR 30 days is at 10.5% and PAR > 90 days is 6.1%.

### COVID Impact on the sector:

- Clients dependent on the agriculture fared much better than others in most geographies.
- MFI introduced new loan products (emergency loans and insurance premium loans etc)
- Regulatory forbearance masked the true asset quality. But still the PAR is high at 10%
- Raising debt has become easy, but raising equity has some challenge.
- Some MFI which have madse prior investments in digitalization have expedited the process and benefitted and others MFIs have made fresh investment into digitalization to catch up. Reduced physical meets and improved collections.
- The Impact of Covid is high on small to medium MFIs but large MFIs managed well.
- This time most of the staff and clients got COVID and there were some casualties

However, the microfinance industry got support from Govt and RBI to rebuild their operations by providing the below:

### Support from RBI

- Restructuring of loans < 90 days
- New RBI guidelines 1st April 22 will ensure flow of investments, debt and orderly growth of the sector towards the national priority of Financial Inclusion.

### Support from Govt.

- Credit Guarantee Scheme of Rs. 7500 crores to facilitate loans to Rs. 25 lakh persons through Micro Finance Institutions (MFIs)
- Assam govt to roll out microfinance relief scheme, distribute cheques among borrowers.

Microfinance sector is almost back to normalcy, it has withstood many crises like AP Crisis, Demonetization and now COVID and came back with the same spirit and the recent March 22 micro meter results have show that it has grown 19% despite all the hurdles.

### MSME Finance

Micro, small & medium enterprises (MSMEs) contribute significantly towards the economic and social advancement of India by fostering entrepreneurship and generating employment opportunities. MSME sector makes up for ~45% of the India's total manufacturing output, ~40% of exports, and ~30% of the country's GDP.

The 2022 Union Budget has focused and reiterated its commitment to the MSME sector by giving vital financial support and laying down the foundation of a long-term macro-economic vision for the country. The budget focused on three pillars of inclusive welfare which includes financial aid, digital transformation, and upskilling, for creating a strong MSME and start-up environment.

The Atmanirbhar Bharat Abhiyaan was a response of the Indian government to counter the adverse impact of the pandemic on the MSME sector. The MSME sector has been given significant importance and priority in implementing measures to revive the economy. Various announcements have been made under the package to aid the MSME sector. The Productivity Linked Incentive (PLI) in fourteen sectors for achieving the vision of Atmanirbhar Bharat Abhiyaan, as per the Government of India, has the potential to create 60 lakh new jobs and an additional production of Rs 30 lakh crore during next 5 years. Increased fund allocation and focus on access to digital services will directly contribute to an increase in the level of financial inclusion within MSMEs, driving the sector's ability to withstand uncertainties and improve operational efficiency.

Also, as per the revised guidelines for MSME definition in July 2021, retail and wholesale trade, earlier left out of the purview of MSME, will now get the benefit of priority sector lending (PSL) under RBI guidelines. It is expected to benefit 2.5 crore retail and wholesale traders and support the nano entrepreneurs who are essentially small kirana store/ small wholesalers / women owned enterprises. This move would also allow them to register on Udyam portal. Further, with GST having completed over ~4 years, linking of the sectoral definition with turnover will ensure easy identification, streamlining and last-mile delivery of benefits. Further, registrations on the Udyam portal will enable data-backed policy decision making.

Moving to the NBFC sector, a major source of financing to MSMEs, has undergone a series of challenges starting from the liquidity crisis to the pandemic induced challenges. However, NBFCs which were nimble to adapt to the new business environment, have been able to sail through this phase and are well placed to capitalise on future opportunities. New age fintech lending has the potential to transform the MSME lending landscape by delivering credit to last mile. Though at a nascent stage, the fintech segment is seeing strong impetus from the Government of India. This is expected provide the sector it sustainable growth. Nearly 65% of the total population of India is residing in rural areas with limited and sometimes no access to financial services. The role of fintech thus is an important one in bringing the underserved population in the formal financing sector. Also, in a country where MSMEs contribute to ~30% of GDP and are adopting digitization, the government understands the importance of innovation in digital lending by fintech and foster this ecosystem.

Maanaveeya continued to manage the crisis well with a strong growth in portfolio while maintaining asset quality. In FY2022, there has been a focus on new relationships and deepening existing partner relations, which were slowly turning the corner post a strong second wave of covid. A second wave beginning in March 2021 with exponential surge in infections in April 2021, was much more devastating than the first wave in the year 2020. This second wave saw severe shortages of vaccines, hospital beds, oxygen cylinders and other medical supplies across the country. The disbursements in the SME segment of Maanaveeya started picking pace from Q2FY23, after adopting an extremely cautious stance in Q1FY23. Despite a very challenging year again, the SME portfolio grew by 37% as on March 31, 2022 year on year to INR 5,250 mn.

We have added around 10 new partners SME-FIs to our portfolio during the FY2022. This is also balanced with extending additional financing to existing partners with acceptable risk profiles.

Further, Maanaveeya's drive for diversification of portfolio continued in FY 2021-22 as well. The percentage of Non-MFI AUM improved from 42% in FY2021 to 44% in FY2022. The share of SME portfolio grew from 36% of the AUM in FY2021 to 38% in FY2022. The average risk profile of overall SME loan portfolio as on March 31, 2022 of Maanaveeya is 23.8% which means moderate risk and average social profiling of SME loan portfolio is 68% which represents strong social orientation. The growth of SME portfolio is well diversified. Creating employment generation, a core social impact of SME is well taken care of. Overall, the SME portfolio at Maanaveeya demonstrated resilience and robust growth in another challenging year.

## Renewable Energy Finance:

Energy is the lifeblood of the global economy – a crucial input to nearly all of the goods and services of the modern world. Stable, reasonably priced energy supplies are central to maintaining and improving the living standards of billions of people. and expanding economic growth. At the same time, growing concerns over climate change and global warming are prompting governments worldwide to seek ways to supply cleaner energy while minimizing the greenhouse gas emissions and other environmental impacts. Increasing the share of renewables can positively affect the world's economy through investment, trade, electricity prices and climate resilience.

Acknowledging this, Maanaveeya has been providing loans to both on-grid and off-grid renewable energy companies. These RE companies develop and implement solar water pumps, solar cold rooms, solar home systems, distributed solar for SME's, educational institutes, hospitals, commercial and industrial enterprises, etc., Projects that we supported are of moderate risk, due to the perception that renewable energy is still an emerging sector with higher risk, however has positive social and environmental impacts. The total outstanding loan amount disbursed by Maanaveeya stands at INR 733 Mn representing 6% of total loan outstanding and gross value of solar leasing assets owned by Maanaveeya stands at INR 342 Mn. We have added around two new RE clients to our portfolio during the financial year 2022.

In FY 22, Maanaveeya continued to focus on the key renewable energy sub-sectors as prescribed by Oikocredit. They are as follows:

- On-grid RE infrastructure (wind, hydro, solar, biomass) aimed at providing on-grid access for low income communities.
- Off-grid solar: Solar home systems and Mini-grids
- Commercial & Industrial solar (C&I)
- Improved Cooking solutions, both fuel and stoves

Inline with the current market opportunities, the focus of our investment activities in 2022 was C&I solar and off-grid solar like solar pumps & solar cold rooms. In addition, we added two new investment areas for lending on pilot basis – Electric vehicles and Battery energy storage.

## RE market in India:

The total installed electricity capacity in India stood at 399,500 MW which includes renewable energy capacity of 109,885 MW, representing 27% of the total installed capacity. Renewables has grown at a rate of 15% year-on-year in FY22. Within RE, Solar energy continued to grow drastically at 31% YoY to 53,996 MW followed by wind at 40,357 MW. During FY22, Indian renewable energy sector added 13,500 MW installed renewable capacity which is 12% higher than FY21. Solar power continued to be the major driver of new capacity addition in renewable sector at 12,400 MW.

The total electricity generation from renewable sources in the country during the year FY22 was 141.3 billion units as against the generation of 123.4 billion units in FY21, representing a growth of 14.5% and showing that Covid impacts have reasonably reduced and economic activity is back on a growth trend. Share of RE generation in total generation has increased to 22.9% in FY22, which shows the thrust given by Government and industry towards the sector.

India announced 5 ambitions at the recent COP-26 in Glasgow in October 2021, which included – (1) India's non-fossil energy capacity to reach 500 GW by 2030, (2) India will meet 50% of its energy requirements with renewable energy by 2030, (3) India will achieve the target of net zero emissions by 2070.

Some of the top industry players in RE market include – Fourth Partner Energy, Amplus Solar, Tata Power, Mahindra Susten, Adani Power, Hero, AMP Energy, Hinduja Group, Cleantech Solar, Azure Power, Avaada Energy, Vikram Solar, Suzlon, Siemens Gamesa, Vestas, etc.,

Policy measures by Government: Government of India has been proactive in giving a thrust to RE sector through conducive policy measures like – National Electricity Policy 2021, State Solar Policies, Renewable Purchase Obligations (RPO's), Tariff Policy, Wind-Solar hybrid Policy, Renewable Energy Certificate Mechanism, Scheme

## MAANAVEEYA DEVELOPMENT & FINANCE PRIVATE LIMITED

(Indian Subsidiary of Oikocredit)

for development of solar parks and ultra-mega solar power projects, Floating PV Projects, PLI scheme in Solar PV manufacturing, Green Energy Corridor, Clean Energy Innovation, Repowering of Wind power projects, Offshore wind energy policy, National Hydrogen Mission, Financial incentives for off-grid and decentralized renewable energy systems, 100% FDI through automatic route, etc.,

**Opportunities:** In the current market conditions, we have the following opportunities in RE:

- On-grid solar for Commercial & Industrial, SME, Institutional clients – Large energy consumers who would like to replace some percentage of their costly grid electricity consumption through on-site/ off-site renewable energy.
- Solar pump projects – which is growing at CAGR of 14% and has a market opportunity of INR 62 Bn till 2026.
- Electric vehicles – which is growing at CAGR of 36% and has a market opportunity of INR 15 Tn till 2030.

**Challenges:** However there are some challenges faced by financial institutions like us which plan to lend to RE companies. Some of them are: Weak balance sheet of RE companies, lack of credit history, weak equity positions so high D/E ratios, First generation entrepreneurs with limited banking knowledge, constricted loan terms of first banker to the company which makes it difficult to create pari-passu charge on assets.

### Project Partners:

Decentralized renewable energy can deliver energy for agricultural activities in rural areas in an affordable, secure and environmentally-sustainable way at different stages in the agri-food chain. In the pre-harvesting stage, solar water pumping can increase yields, displace existing fossil-fuel-based systems and expand irrigation in a manner that is cost-effective and environmentally sustainable. Renewable energy can also be used in post-harvesting activities for food processing and preservation through cold rooms. **Ecozen Solutions**, our existing partner, works in a unique area which intersects renewable energy and agriculture.



5MT Solar cold room at a farm land in Junnar, Pune District, Maharashtra implemented by Ecozen Solutions

Ecozen implements solar pumps and solar cold rooms, enabling farm-to-fork value chain for perishable agro-commodities. Recognizing this exciting sector, we expanded our relationship with Ecozen through a new financing facility to the company. Primary positive impact through our investment is on rural farmers and FPO's, through increased agricultural productivity & incomes and food security. Offtakers of Ecozen's products were farmers, FPO's, NGO's, B2B companies and Government agencies.



Ecofrost Manufacturing facility at Tathawade, Pune, Maharashtra

In order to support manufacturing of RE systems and promote GOI's Atmanirbhar Bharat , we offered a financing facility to Ecozen's manufacturing entity and its subsidiary – **Ecofrost Technologies**. Ecofrost manufactures solar pumps and solar cold rooms at its ISO certified factory in Pune, India. Company had already manufactured over 55,000 solar water pumps and 300 solar cold rooms at the time of our investment. Our facility was utilized for working capital requirements to manufacture solar water pumps & solar cold room units. End users of its products are farmers, FPO's, horticulture/ flower processing/delivery companies in rural regions of India.

**New investment area – Battery energy storage:** Demand for solar power and storage solutions by Commercial & Industrial sector continues to surge driven by a desire for corporate sustainability and simple economics. We continued to support Commercial & Industrial solar projects through our lending to our existing partner and a leading Renewable Energy Solutions Company - **Fourth Partner Energy**. Fourth Partner offers Energy-as-a-Service (EaaS) to help businesses offset almost 100% of their energy and storage requirement through clean & green sources. Company has forayed into energy storage through its fully-owned subsidiary - Newen Systems, which is a specialist in energy management and provides battery energy storage systems for solar and wind power projects. We provided a financing facility to Fourth Partner to be utilized by Newen to implement in-hand work orders of battery energy storage systems for various Commercial and industrial clients like Renew Power, ITC Hotel, Volkswagen, Solar Energy Corporation of India, Power Grid Corporation of India.

### **New investment area – Electric vehicles:**

Three wheel vehicles form an essential fabric of the intermediate and last-mile public/ goods transit system in the country, however they contribute to huge CO2 emissions arising from their operations which has negative impact on environment and public health. Considering this, Maanaveeya supported an electric three-wheeler manufacturer – Gayam Motor Works which designs, manufactures and sells electric three-wheelers. The loan was utilized for working capital requirements to procure raw material and vehicle components for manufacture of electric three wheelers to be used by SME's, e-commerce companies and delivery fleet operators. Indirect beneficiaries are low income delivery boys/ drivers who use these electric three-wheelers for delivery services and the project would have positive impact on environment through CO2 emission reduction.



Gayam Motor Works manufacturing plant in Hyderabad

### **Collaboration with DFC and USAID on Loan Portfolio Guaranty:**

Maanaveeya was selected for DFC loan guaranty program called "India Covid Response Program for Agriculture Transition". This is an eight-year programme that is projected to reach more than 200,000 smallholder farmers in India. The facility provides 50% credit guaranty on principal loan amount provided to FPO's, ag-tech companies, and companies engaged in clean energy solutions for the agriculture sector. The initiative will introduce and support clean technologies for smallholder farmers, particularly women, that improve market linkages and increase incomes while having a positive impact on the environment. Maanaveeya has included two renewable energy loans in the guaranty for the current financial year.

### **Environmental impact:**

The projects and companies financed by us reduced CO2 emissions to the tune of 8,100 tons per annum, which is equivalent to planting 350,000 mature trees. These projects would reduce Coal consumption of 4040 tons and Water savings of 20 KL per annum as compared to a coal fired electricity generation plant. Solar pump projects have positively impacted about 7250 people in rural areas with reliable water services for their irrigation needs.

**Risk Profiling of Partners based on PVR Scores:**

PVR Trend Analysis at GLP Level		As at Mar-21			As at Mar-22		
Risk Matrix	Risk Range	GLP in Mn	% of GLP	# of Partners	GLP in Mn	% of GLP	# of Partners
Low Risk	Between 10 and 15	250	2%	1	250	2%	1
Moderately Low Risk	Between 15 and 20	4,722	43%	20	3,626	26%	17
Moderate Risk	Between 20 and 25	5,635	51%	39	9,518	68%	52
Moderately High Risk	Between 25 and 35	367	3%	7	475	3%	6
High Risk	Between 35 and 45	29	0%	1	49	0%	2
<b>Grand Total</b>		<b>11,004</b>	<b>100%</b>	<b>68</b>	<b>13,918</b>	<b>100%</b>	<b>78</b>

Risk Profile Vs Sector Distribution		As at Mar-21				As at Mar-22			
Risk Matrix	Risk Range	MFI	SME	RE & others	Total GLP	MFI	SME	RE & others	Total GLP
Low Risk	Between 10 and 15	250	-	-	250	250	-	-	250
Moderately Low Risk	Between 15 and 20	3,484	1,238	-	4,722	2,691	935	-	3,626
Moderate Risk	Between 20 and 25	2,550	2,580	505	5,635	4,392	4,315	812	9,518
Moderately High Risk	Between 25 and 35	232	8	128	368	428	-	46	475
High Risk	Between 35 and 45	29	-	-	29	29	-	20	49
<b>Grand Total</b>		<b>6,545</b>	<b>3,826</b>	<b>633</b>	<b>11,004</b>	<b>7,790</b>	<b>5,250</b>	<b>878</b>	<b>13,918</b>

The Outstanding portfolio in Moderate low risk category decreased to Rs.3,622 lakhs (which is 26% of Gross loan portfolio) by end of March 2022 from Rs. 4,722 lakhs (which is 43% of Gross loan portfolio) reported by end of March 2021. Whereas the portfolio exposure in moderate risk category increased to Rs. 9,518 lakhs in FY22 from Rs. 5,635 lakhs in FY21. Important to note that 3.29% of total high-risk and Moderate high-risk portfolio contributed by MFI, and 0.48% by RE & Others segment. 1.80% of total Low risk portfolio contributed by MFI segment.

**Social Profiling of Partners based on ESG Scores:**

ESG Trend Analysis at GLP Level		As at Mar-21			As at Mar-22		
ESG Matrix	ESG Range	GLP in Mn	% of GLP	# of Partners	GLP in Mn	% of GLP	# of Partners
Excellent	>80%	17	0%	2	400	3%	3
Strong	>65%- <80%	8,437	77%	44	12,389	89%	65
Average	>55%- <65%	2,233	20%	18	1,069	8%	8
Moderately weak	>45%- <55%	316	3%	4	60	0%	2
Very Weak	<45%	-	-	-	-	-	-
<b>Total</b>		<b>11,004</b>	<b>100%</b>	<b>68</b>	<b>13,918</b>	<b>100%</b>	<b>78</b>

ESG Profile Vs Sector Distribution		As at Mar-21				As at Mar-22			
ESG Matrix	ESG Range	MFI	SME	RE & others	Total GLP	MFI	SME	RE & others	Total GLP
Excellent	>80%	4	-	13	17	-	250	150	400
Strong	>65%- <80%	5,499	2,443	495	8,437	7,350	4,320	718	12,389
Average	>55%- <65%	957	1,276	-	2,233	440	629	-	1,069
Moderately weak	>45%- <55%	86	106	124	316	-	50	10	60
Very weak	<45%	-	-	-	-	-	-	-	-
<b>Grand Total</b>		<b>6,546</b>	<b>3,826</b>	<b>632</b>	<b>11,004</b>	<b>7,790</b>	<b>5,250</b>	<b>878</b>	<b>13,918</b>

There are no partners with very weak ESG score in our total client base. The exposure to moderately weak ESG partners reduced by 2.44% by March 2022 from March 2021 and our exposure to strong ESG partners increased by 12% by March 2022 from March 2021. Further, majority of SME portfolio (99.05%) is spread among 3 ESG categories (12%- average, 82.3 %-strong and 4.75 %- excellent ESG category). Total MFI portfolio (100%) is spread among average (5.64%) and strong ESG (94.36%) categories.

## **SPM REPORT 2021-22**

**Social Performance Management (SPM)** is at the heart of Maanaveeya's work. As a social investor while we profile our approach to development financing to help promote socially responsible investments, we also encourage all our partners to strictly implement Client Protection Principles, measure client's outcomes using PPI tool, capacitate clients to improve their entrepreneurial skills for practicing sustainable livelihood. Maanaveeya also pays attention to the basic social needs of the clients to improve their health & hygiene conditions, towards this Maanaveeya is committed to support clients through its partners by providing access to safe drinking water and improved sanitation facilities. Apart from assessing Environment Social and Governance (ESG) risks of our partners, we are also monitoring social performance as a regular activity, which is our key to success.

### **Client Self Perception Survey - 2022**

Maanaveeya being an impactful lender, committed in contributing to positive change in the lives of low income group individuals, it continues to collaborate with the partners and supports in finding ways of 'doing better at doing good'. We believe that listening to the voices of clients, getting insights if they are reaping benefitting from the products or services provided by our Partners, is an important first step towards increasing and ensuring sustainable impact that translates into improved lives for clients. With this insight, we can improve where improvement is needed and we can be even better at what we are already good at.

The purpose of the survey is to help financial institutions to collect social data on behalf of their end-clients, which they can then use as an extra resource for monitoring and improving their social performance. The survey asks the end-clients how they have perceived the changes taken place in their lives in the past 12 months – focusing on areas like their Income, Savings, Business, Living conditions, Mental & Physical Wellbeing.

This data will reveal areas where the service of the financial institution can be improved to better meet the needs that the end-clients have experienced. This is part of our Capacity Building program to the partners. The key objective of the project is to build the capacity of partners to collect and use the social data on a routine basis.

Maanaveeya will work closely with the partners in providing training webinars on how their social data can be applied to their organization. Maanaveeya will also present a Dashboard to each partner that allows them to answer their own questions using the data.

FY 2022, we have identified four Indian partners for the program. Out of which, two partners have (Bharathi & Mitrata) completed the entire process of survey.

### **Social Performance Monitoring Data Analysis:**

In March 2022, Maanaveeya made good progress in its strategic focus areas of Inclusive finance, Agriculture, SME & Renewable Energy. Through the SPM annual data analysis, Maanaveeya could monitor the performance level of clients every year. During the reporting period, we could achieve 98% of the client's data collection for monitoring. These data from all the operational partners are being collected by Maanaveeya since 2008 and by now we have 14 years of data available for any sort of analysis.

### **Partner selection and support:**

In selecting the partners to lend to, we need to know that their aims and approaches are aligned with ours, and that we will be able to work and learn well together to empower low-income earners and their families and communities sustainably.

We use the Environmental, Social and Governance (ESG) score cards developed internally—one for financial intermediaries, the other for production and services enterprises – to evaluate potential partners against key selection criteria: commitment, ability to create jobs and incomes for clients, management structure, organizational gender balance, approach to environmental sustainability, financial sustainability, and their need for support. Also, Maanaveeya use ESG score card for financial intermediaries to make the due diligence

process more rigorous. With these, partner tend to score best for client benefit and welfare and progressively fewer score at extreme ends of the spectrum. Maanaveeya aim to use the scorecard more to monitor and analyze changes in partners' social performance.

Once through with this selection process our goal is to assist partners in implementing their social objective and to carefully monitor, assess and report outcomes to ensure that our joint efforts are on track.

We have been using the score card since 2010 to assess Social Performance of our partners based on five laid down parameters; they are: (a). Outreach and inclusion, (b). Client benefit and welfare, (c). Social performance & governance and (d). Environment and Responsibility to community.

### Maanaveeya and Carbon Footprint Analysis:

A Carbon Footprint has historically been defined as the total set of Greenhouse gas (GHG) emission caused by an Organization, event, product or person. The total amount of greenhouse gases produced directly and indirectly to support human activities, usually expressed in equivalent tons of Carbon dioxide (CO<sub>2</sub>).

### Strengthening environmental commitments:

As part of the implementation of Oikocredit's Environmental Policy at Global level, the environmental team started calculating the carbon footprint for Oikocredit's International Office since 2014. They have followed the Greenhouse gas protocol, a widely used and accepted accounting tool and standard for carbon footprint calculations. Maanaveeya also calculates its Carbon Foot print for each calendar year and submit to Oikocredit for consolidation.

### Maanaveeya - 2022 Carbon Footprint data:

Activity	Consumption / Distance / weight	Ton CO <sub>2</sub> Total	Ton CO <sub>2</sub> FTE
Energy	17,388	15.997	0.727
Staff Commuting	55,758	5.794	0.263
Paper	1.45	0.001	0
	<b>Total</b>	<b>21.792</b>	<b>0.990</b>

As per the data, Maanaveeya's total carbon footprint, amounts to a total of 21.79 Tonnes CO<sub>2</sub> for calendar year 2021. This translates into 0.990 Tonne CO<sub>2</sub> emissions per FTE at Maanaveeya. Maanaveeya is reducing CO<sub>2</sub> emissions through its in-house rooftop solar project to the extent of 1.12 Tonne per annum (which is about 5.14% of the total CO<sub>2</sub> emission) and CSR funded solar projects to the tune of 160 Tonnes per annum (which is about 7.34 times of the total CO<sub>2</sub> emissions).

In addition to the above, Maanaveeya reduced CO<sub>2</sub> emissions to the extent of 7,447 Tonnes per annum through its leased solar assets of in Mw.

The total reduction of CO<sub>2</sub> emissions contributed by Maanaveeya during the year 2021 were about 7,608.03 Tonnes per annum which is around 349.12 times higher than the CO<sub>2</sub> emissions generated through our operations.

### CSR Activities:

In line with the provisions of Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules 2014, during the year 2021-22, Maanaveeya has taken up Four CSR initiatives through M/s. LV Prasad Eye Institute, Hyderabad, M/s. Akshayapatra Foundation, Hyderabad, Energy Swaraj Foundation, and Rotary Club of Jubilee Hills which are in accordance with the Schedule VII of the Act and CSR Policy of the Company. The CSR initiatives inter-alia included:

1. Supported M/s. LV Prasad Eye Institute for 70 KW rooftop solar plant to install on rooftop of LVPEI, Kismatpur branch & performing 150 cataract surgeries for patients from underprivileged communities, free of cost.

**MAANAVEEYA DEVELOPMENT & FINANCE PRIVATE LIMITED**

(Indian Subsidiary of Oikocredit)

2. Supported M/s. Akshayapatra Foundation for feeding of 1500 children of government schools under Mid-day meals program.
3. Supported M/s. Energy Swaraj Foundation to conduct Energy Literacy Training for 2 lacs participants.
4. Supported M/s. Rotary Club of Jubilee Hills for Renovation and repair of Government School, Rajendra Nagar, Hanumanth Nagar, Hyderabad.

**NOTICE OF 18th ANNUAL GENERAL MEETING**

NOTICE is hereby given that the 18th Annual General Meeting of the Members of Maanaveeya Development & Finance Private Limited will be held on Monday the 26<sup>th</sup> day of September, 2022 at 12 PM IST, at the registered office of the Company situated at Door No. 8-2-293/82/2/208/A and 208/A/1, M.L.A's Colony, Road No. 12, Banjara Hills, Hyderabad – 500034, Telangana, India to transact the following business:

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Financial Statements consisting of Profit & Loss Account for the Financial Year ended March 31, 2022 and the Balance Sheet of the Company as on that date, Schedules and Notes thereon together with the Reports of the Board of Directors and the Auditors thereon.
2. **To consider the appointment of M/s. V Sankar Aiyar & Co, Chartered Accountants, Chennai, as Statutory Auditors of the Company:**

To consider and if thought fit, to pass with or without modification(s), the following Resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 139, 142 and other provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 and including any statutory modification(s) or re-enactment thereof for the time being in force, M/s. V SANKAR AIYAR & CO, Chartered Accountants, (Firm Registration No. 109208W.), Chennai, be and is hereby appointed as Statutory Auditors of the Company for the period of 3 (three) years from the conclusion of 18th Annual General Meeting till the conclusion of 21<sup>st</sup> Annual General Meeting to be held in calendar year 2025 in place of existing Statutory Auditors M/s Venugopal & Chenoy, Chartered Accountants, (Firm Registration No. 004671S), Hyderabad (to fill the casual vacancy caused by the resignation of the existing Statutory Auditors vide their letter of resignation dated 23rd August 2022) at an all-inclusive remuneration of Rs 20,00,000/- (Rupees Twenty lakhs only) for 1<sup>st</sup> year, Rs 22,00,000/- (Rupees Twenty two lakhs only) for 2<sup>nd</sup> year- & Rs 25,00,000/- (Rupees Twenty Five lakhs only) for 3<sup>rd</sup> and final year plus taxes & reimbursement of out of pocket expenses and / or on such other terms as maybe mutually agreed to between the Managing Director and the Statutory Auditors of the Company.”

“RESOLVED FURTHER THAT Dr. G. Gouri Sankar, Managing Director ((DIN: 06788500) or Mr. Rambabu Balina, Chief Financial Officer of the Company, be and is hereby severally authorised to do, all such acts, deeds and things as may be deemed necessary, proper, desirable or expedient to give effect to this resolution including but not limited to filing the necessary forms and returns as may be required necessary with RBI, MCA or any statutory authority in this regard.”

**SPECIAL BUSINESS:**

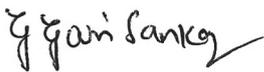
**3. To appoint Mr. Pramod Kumar Panda (DIN: 08150489) as Director (Independent Director) of the Company.**

To consider and if thought fit, to pass with or without modification(s), the following Resolution as an Ordinary Resolution:

“RESOLVED THAT, pursuant to the recommendation of the Nomination and Remuneration Committee and the Board of Directors in their respective meetings held on 8th December 2021 and pursuant to the provisions of Sections 149, 150, 152 read with Schedule IV and any other applicable provisions of the Companies Act, 2013 MR. PRAMOD KUMAR PANDA (DIN: 08150489), Additional Director (INDEPENDENT DIRECTOR) of the Company (effective 8th December 2021), who is retiring at this meeting, pursuant to the provisions of Section 161 of the Companies Act, 2013, is eligible for appointment and meets the criteria of independence as provided in Section 149(6) of the Act, be and is hereby appointed as DIRECTOR (Independent Director) of the Company, to hold office for a term of THREE consecutive years effective 8th December 2021 and whose office shall not be liable to retire by rotation.”

“RESOLVED FURTHER THAT Dr. G. Gouri Sankar, Managing Director ((DIN: 06788500) or Mr. Rambabu Balina, Chief Financial Officer of the Company, be and is hereby severally authorised to do, all such acts, deeds and things as may be deemed necessary, proper, desirable or expedient to give effect to this resolution including but not limited to filing the necessary forms and returns as may be required necessary with RBI, MCA or any statutory authority in this regard.”

By Order of the Board of Directors  
For Maanaveeya Development and Finance Private Limited



Dr. G. Gouri Sankar  
Managing Director ((DIN: 06788500)



Regd. Office: Door No. 8-2-293/82/2/208/A & 208/A/1, M.L.A's Colony Road  
No. 12, Banjara Hills, Hyderabad - 500034, Telangana, India

Place: Hyderabad

Date: 24/08/2022

**NOTES:**

1. A Member entitled to attend and vote at the meeting is entitled to appoint one or more Proxies to attend and vote instead of himself and the Proxy or Proxies so appointed need not be a member or members, as the case may be, of the Company. The instrument appointing the Proxy and the power of attorney or other authority, if any, under which it is signed or a notarially certified copy of that power of attorney or other authority shall be deposited at the registered office of the Company, not later than 48 hours before the time fixed for holding the meeting.
2. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
3. Corporate members intending to send their authorized representatives to attend the meeting are requested to send to the Company a certified copy of the Board resolution authorizing their representative to attend and vote on their behalf at the meeting.
4. Members are requested to communicate their change of address, addressing the Company, Maanaveeya Development and Finance Private Limited, Door No. 8-2-293/82/2/208/A&208/A/1, MLA's Colony, Road No.12, Banjara Hills, Hyderabad-500034.
5. The explanatory statement, pursuant to Section 102 of the Companies Act, 2013, in respect of the special businesses, as set out in the Notice is annexed hereto.

EXPLANATORY STATEMENT TO THE NOTICE OF 18th ANNUAL GENERAL MEETING (PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013)

**Item no. 2:**

The existing statutory auditors M/s Venugopal & Chenoy, Chartered Accountants (ICAI Firm Registration Number: 004671S), were appointed by the Members of the Company at its 17th Annual General Meeting for term of three years to hold office from the conclusion of the 17th Annual General Meeting till the conclusion of the 20th Annual General Meeting to be held in the calendar year 2024. M/s Venugopal & Chenoy, Chartered Accountants have resigned from the position effective conclusion of the 18th AGM, resulting into a casual vacancy in the Office of Statutory Auditors of the Company.

The Board of Directors at its meeting held on 24th August 2022, as per the recommendation of the Audit Committee, has appointed M/s. V Sankar Aiyar & Co , Chartered Accountants, (ICAI Firm Registration Number: 109208W), Chennai to hold office as the Statutory Auditor of the Company for the period of 3 (three) years from the conclusion of 18th Annual General Meeting till the conclusion of the 21<sup>st</sup> AGM to be held in the calendar year 2025 and to fill the casual vacancy caused by the resignation of M/s Venugopal & Chenoy, Chartered Accountants subject to the approval by the members at the 18th AGM of the Company, at an all-inclusive remuneration of Rs 20,00,000/- (Rupees Twenty lakhs only) for 1<sup>st</sup> year, Rs 22,00,000/- (Rupees Twenty two lakhs only) for 2<sup>nd</sup> year- & Rs 25,00,000/- (Rupees Twenty Five lakhs only) for 3<sup>rd</sup> and final year plus taxes & reimbursement of out of pocket expenses and / or on such other terms as may be mutually agreed to between the Managing Director and the Statutory Auditors of the Company.

The Company has received consent letter and eligibility certificate from M/s. V Sankar Aiyar & CO , Chartered Accountants, Chennai, to act as Statutory Auditor of the Company in place of the resigned Auditors along with a confirmation that, their appointment, if made, would be within the limits prescribed under the Companies Act, 2013.

Accordingly, consent of the Members is sought for passing an Ordinary Resolution as set out in Item No. 2 of the Notice for appointment and payment of remuneration to the Statutory Auditors.

None of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the Resolution set out at Item No. 2.

**Item no. 3:**

The Board of Directors, on the recommendation of the Nomination and Remuneration Committee, appointed MR. PRAMOD KUMAR PANDA (DIN:08150489) as an Additional Director (Independent Director) on the Board of the Company with effect from 8th December 2021. Pursuant to the provision of Section 161 of the Companies Act, 2013, being an Additional Director, MR. PRAMOD KUMAR PANDA (DIN: 08150489) will hold

office up to the date of this Annual General Meeting and is eligible to be appointed as a Director (Independent Director) of the Company. MR. PRAMOD KUMAR PANDA (DIN: 08150489) is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013 and has given his consent to act as a Director.

Based on the recommendation of the Nomination and Remuneration Committee and in terms of the provisions of Sections 149, 150, 152 read with Schedule IV and any other applicable provisions of the Act, it is proposed to appoint MR. PRAMODKUMAR PANDA (DIN: 08150489) as DIRECTOR (Independent Director) for a term of three consecutive years effective 8th December 2021.

The Company has received declaration from him stating that he meets the criteria of Independence as prescribed under subsection (6) of Section 149 of the Companies Act, 2013.

His brief profile is given below.

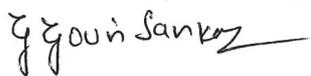
Educational Qualifications	<ul style="list-style-type: none"> <li>● MSc. in Financial Regulation, London School of Economics (LSE), London University, London</li> <li>● MA in Political Science, Utkal University, India, specialisation in international Relations and International Law</li> <li>● Bachelor of Arts in Law (LLB), Utkal University, India</li> <li>● Certification Program on MIT Approach to Design Thinking, Massachusetts Institute of Technology ( MIT) , USA</li> </ul>
Expertise in specific functional areas	<p><b><u>CURRENT ASSIGNMENTS</u></b></p> <ul style="list-style-type: none"> <li>● Senior Program Director at the Centre for Advanced Financial Research And Learning (CAFRAI) – July 2018</li> <li>● Independent Director, Shipping Corporation of India - November 2019</li> <li>● Member, Board of Studies, Mithibai College of Commerce and Economics, Mumbai-September 2018</li> </ul> <p><b><u>CURRENT INTEREST</u></b></p> <ul style="list-style-type: none"> <li>● Sustainable Development, Climate Change Risk, Sustainable Finance &amp; Green Finance</li> <li>● Agriculture, Agri finance. Organic Farming, Urban Farming, Permaculture, Agri-MSME Finance,</li> <li>● Life style diseases, wellness agriculture, role of agriculture in promoting sound health and wellness</li> <li>● Role of forests in human wellness and eco tourism-forestry and bank finance.</li> <li>● Currently serving on the Board of Rotary Club , Bhubaneswar Eco as Director, Environment</li> </ul>

	<p><b><u>Board Level Experience</u></b></p> <ul style="list-style-type: none"> <li>● Independent Director on the Board of Shipping Corporation of India ( 2019 - continuing)</li> <li>● RBI Nominee Director on the Board of Corporation Bank ( 2019 - 2020)</li> <li>● Independent Director on the Board of Home Credit India Finance Private limited ( 2018 - 2019)</li> <li>● Independent Member, Fin-Tech Acceleration Program of Government of Maharashtra -December 2018</li> <li>● Member, Board of Studies, Mithibai College of Commerce and Economics ( 2018 -continuing)</li> <li>● Nominee Director on the Board of Bank of India (2011- 2012), fifth largest bank of the country. Acted as nominee of the Reserve Bank of India (RBI)</li> <li>● As Chief General Manager in the Department of Banking Supervision arranged for preparation of number of memoranda and presented the same to the RBI's Board for Financial Supervision (2008-2011), chaired by the Governor.</li> </ul>
Other Directorships	Independent Director, Shipping Corporation of India - November 2019
Shareholding in the Company	NIL
Relationship with any Directors	NIL

The Board recommends the resolution in relation to appointment of MR. PRAMOD KUMAR PANDA (DIN: 08150489) as a Director (Independent Director), for the approval by the shareholders of the Company.

Except MR. PRAMOD KUMAR PANDA (DIN: 08150489), being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the Resolution set out at Item No. 3.

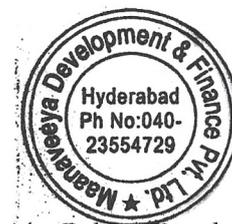
By Order of the Board of Directors  
For Maanaveeya Development and Finance Private Limited



Dr. G. Gouri Sankar

Managing Director ((DIN: 06788500)

Regd. Office: Door No. 8-2-293/82/2/208/A & 208/A/1, M.L.A's Colony Road  
No. 12, Banjara Hills, Hyderabad - 500034, Telangana, India



Place: Hyderabad

Date: 24/08/2022



## DIRECTORS' REPORT

To,  
The Members,  
Maanaveeya Development & Finance Private Limited

The Directors have pleasure in presenting the Eighteenth (18<sup>th</sup>) Directors Report (Annual) on the business and operations of the Maanaveeya Development & Finance Private Limited along with the Audited Financial Statements for the Financial Year ended March 31, 2022. The summarized financial results of the Company, are given hereunder.

### 1. FINANCIAL RESULTS:

The financial statements for the financial year ended March 31, 2022, forming part of this Annual Report, have been prepared in accordance with the Indian Accounting Standards (Ind AS) as notified by the Ministry of Corporate Affairs.

Key highlights of financial performance of our Company are summarized below:

Particulars	(₹ in Lakhs)	
	For the year ended March 31, 2022	For the year ended March 31, 2021
Income from Business Operations	14,179	13,166
Other Income	26	46
Total Income	14,205	13,212
Total Expenses	8,447	11,695
Profit/(loss) before Interest, Depreciation & Taxation	11,835	8,085
Less: Interest	5,809	6,272
Less: Depreciation	268	296
Less : Provision for tax:		
-Current Income Tax	1,671	1,504
- Deferred Tax	92	(372)
Profit for the year	3,995	385
Other comprehensive income/(loss)	11	1
Total Comprehensive income for the year	4,006	386
Amount transferred to Special Reserve u/s 45-IC of RBI Act, 1934	799	77
Balance carried to Balance Sheet	3,207	309
Earnings per share		
- Basic	1.75	0.17
- Diluted	1.75	0.17

### 2. PERFORMANCE OF THE COMPANY:

During the year under report, the Company has earned a total income of ₹ 14,205 lakhs as compared to the amount of ₹ 13,212 lakhs during the previous year and incurred an



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expenditure of ₹ 8,447 lakhs as against ₹ 11,695 lakhs during the previous year. The depreciation provided for the year was ₹ 268 lakhs as compared to ₹ 296 lakhs during the previous year. The provision for current taxation provided for the year under report amounted to ₹ 1,671 lakhs as against ₹ 1,504 lakhs during the previous year. As a result, the Company has earned a total comprehensive income amounted to ₹ 4,006 lakhs as compared to ₹ 386 lakhs during the previous year. Though Covid Wave 2 (Delta variant) hit India seriously in first half year of FY 2021-22, Maanaveeya managed to be cautious in the first half and build up the portfolio in second half year to make good for the portfolio growth and profitability. The Profit for the year shows that Maanaveeya is almost back to the pre-covid profitability level. This is a great year of resilience and performance for the company after outbreak of Covid.

### 3. REVIEW OF BUSINESS OPERATIONS:

Our Directors wish to present the details of business operations carried out during the year under review:

		(₹ in Lakhs)
Sr. No	Particulars	Year 2021-22
1	Loans Sanctioned during the year	88,990
2	Loans disbursed during the year	91,240
3	Repayment of loans	56,923
4	Write-offs	2,176
5	Gross Loans outstanding at the end of the year	139,178
6	Interest Income	13,703
7	Total comprehensive income for the year	4,006

At the end of Financial Year 2021-22, the Company's loan portfolio consists of loans to Micro Finance Institutions, Financial Institutions on-lending to MSME clients and Development Projects in Renewable (Solar) Energy and Agriculture value chain Projects.

### 4. FUTURE OUTLOOK:

The financial year 2021-22 was strong year of performance for the company. Our resilience and years of experience helped us to emerge much stronger in pandemic years. The Company closed the financial year on a very strong footing underpinned by portfolio growth, asset quality on the back of early risk recognition and profitability. The Company has also demonstrated disciplined approach and effective risk management framework which continue to guide us and position us to deliver sustainable results and value to our stakeholders. Our recovery rates are very good and reporting pre-Covid levels of recovery rates. The Company remains positive, optimistic on business forecast and continue the close monitoring of the clients and market. Profitability outlook for FY 2023 is also positive, in compared to FY 2022, as we are not expecting high credit cost in the form of provisioning and write-offs as the company is confident of maintaining portfolio quality in the coming year.

Following mandate of the Board on sectoral diversification, the Company will continue its efforts to bring down total exposure to MFI segment to 50% (present exposure is at 55%), maintain its exposure to FI-SME (Non-MFI) in the range of 35% to 40% (present exposure is at 37%) and increase its exposure to Renewable (Solar) Energy segment to 10% to 15% (present exposure is at 8%) and be opportunistic in fintech and Agri finance.



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## 5. IMPACT OF COVID-19 PANDEMIC AND LOCKDOWN:

### a. Moratorium in accordance with the Reserve Bank of India (RBI) guidelines

The outbreak of Covid-19 pandemic across the globe and in India has contributed to a significant decline and volatility in the global and Indian financial markets and slowdown in the economic activities. The RBI has issued guidelines relating to COVID-19 Regulatory Package and in accordance therewith, the Company approved a moratorium on the payment of all principal instalments and/or interest falling due between March 1, 2020 and August 31, 2020 to eligible borrowers classified as standard, even if overdue as on February 29, 2020, excluding the collections already made in the month of March 2020. For all such accounts where the moratorium were granted, the asset classification as per the RBI's income recognition and asset classification norms and for determining the staging of such assets to determine the expected credit loss allowance as per the model approved by the Board of Directors of the Company, remained at a standstill during the moratorium period (i.e. the number of days past due shall exclude the moratorium period for the purposes of asset classification). The repayments from majority of clients which were granted with moratorium have been regular and satisfactory.

### b. Estimation uncertainty relating to COVID-19 global health pandemic:

The Company has considered the possible effects that may arise out of the still unfolding COVID-19 pandemic including second wave of the COVID-19 pandemic while assessing the recoverability of the carrying amount of assets including loans, investments and deferred tax assets. The Company has considered internal and external sources of information, including credit reports, economic forecasts and industry reports up to the date of approval of these financial results. The Company has also performed stress test of loans, sensitivity analysis on the assumptions and inputs used for estimating allowance for expected credit losses. Included in the allowance for expected credit loss is also the adjustment on account of macro-economic factors which involves significant judgement. Based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The Company has developed estimates and applied management overlays for the purpose of determination of the provision for impairment of financial assets and any changes in the estimates arising from the future events will be recognised in the respective period.

The COVID-19 pandemic outbreak which began in the middle of March 2020 continued to impact the economy throughout the financial year 2021-22. The year was full of uncertainties with slowdown in activities on the ground. Our Company has been strictly adhering to lockdown announcements in accordance with the directives issued by the Central, State Government and Local Administration.

This pandemic has inflicted enormous pain and suffering to individuals and corporates alike across the world. However, it gave the world an opportunity to reinvent itself to adapt to new ways of life and business. COVID-19 was a real test of resilience and agility for every business. Corporations that have successfully adapted the challenges thrown by COVID-19 have become more resilient and prepared to weather future disruptions. It was not just the corporate sector that has been forced to rapidly adapt. Public services organisations, regulators, governments, and local administrations have demonstrated their potential to adapt and overcome.



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The Company took all necessary measures to mitigate the impact of the challenges being faced in the business. It is focused on controlling costs, maintaining liquidity and closely monitoring the operations. The Company believes that it has taken into account the impact of known events arising out of COVID 19 pandemic in the preparation of financial results resulting out of fair valuation of the investments.

Given the uncertainty over the potential macro-economic condition, due to continuing impact of the global health pandemic and the war in Ukraine may be different from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic conditions.

#### **6. TRANSFER TO RESERVES:**

The Company proposes to transfer amount of ₹ 799 lakhs to the Statutory Reserve Fund (Pursuant to the provision of Section 451C of the RBI Act, 1934) out of the amount available for appropriation and an amount of ₹ 3,207 lakhs is proposed to be retained in the profit and loss account.

#### **7. DIVIDEND:**

No Dividend is being recommended by the Board of Directors for the Financial Year 2021-22.

#### **8. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND:**

Since there was no unpaid/unclaimed Dividend declared, the provisions of Section 125 of the Companies Act, 2013 relating to transfer of Unclaimed Dividend and interest thereon to the Investor Education and Protection Fund (IEPF) established by the Central Government is not applicable to the Company.

#### **9. ANNUAL RETURN:**

The annual return as required under Section 92(3) of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014, is available on the website of the Company and can be accessed at [www.maanaveeya.org](http://www.maanaveeya.org).

#### **10.SHARE CAPITAL:**

As on March 31, 2022, the issued, subscribed and paid-up equity share capital of the Company stood at ₹ 228,65,27,120 comprising of 22,86,52,712 equity shares of the face value of ₹10/- each. During the year under review, the Company has not issued any Fresh Issue of Shares in Preferential / Rights Issue of Shares, Bonus Shares, Sweat Equity Shares, ESOP, Shares with Differential Rights, not bought back any of its securities and not provided any provision for purchase of own shares for buy back.

#### **11. CHANGE IN THE NATURE OF BUSINESS, IF ANY:**

There were no changes in the nature of business of the Company during the Financial Year ended March 31, 2022.



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**12. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN, THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:**

There were no material changes and commitments, except possible continuing of the Covid-19 pandemic (without any impact on business continuity), affecting the financial position of the Company occurred between by end of the financial year to which these financial statements relate and on the date of this report.

**13. PARTICULARS REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO:**

During the year under review and nature of activities which are being carried on by the Company, the particulars as prescribed under Section 134(3)(m) of the Companies Act, 2013 read with Companies' (Accounts) Rules, 2014 regarding Conservation of Energy, Technology Absorption are below:

**A. CONSERVATION OF ENERGY:**

a) The operations of the Company are not energy intensive, however significant measures were taken to reduce energy consumption by using efficient computers and using a solar rooftop asset with a capacity of 1.08 KW for minimising grid power usage. The Company continues to work on reducing carbon footprint in its areas of operations i.e. saving the electricity in all possible areas, reduction in paper usage including reducing printing and saving of water. Due to Covid-19 and staff working from home, resulted in a drastic reduction in usage of power, paper and water during the year.

**B. TECHNOLOGY ABSORPTION:**

(i) The efforts made towards technology absorption: The Company continues to use the latest technologies for improving the quality of its services. A continuous interaction and exchange of information in the industry is being maintained with a view to absorbing, adapting and innovating new methods that may be possible.

(ii) The benefits derived like product improvement, cost reduction, product development or import substitution: The Company's operations do not require significant import of technology.

(iii) Details of imported technology (imported during the last three years reckoned from the beginning of the financial year): The Company's operations do not require significant import of technology.

(iv) the expenditure incurred on Research and Development: NIL



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#### C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

During the period under review (during the FY 2020-21 and also 2021-22), the Company has no earnings and expenditure in Foreign Exchange.

#### 14. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY:

The Company has adopted the following measures concerning the development and implementation of a Risk Management after identifying the following elements of risks which in the opinion of the Board may affect the financial health of the company.

- a. Credit Risk
- b. Portfolio Concentration with book debt security
- c. Covid 19 Risk

The Company has Risk Management mechanism, adequate to manage the risk associated with its business and the elements of risk affecting financial health of the Company are being monitored and addressed. Company has a robust appraisal system to understand and mitigate the credit risks. Keeping in view intangible nature of securities like book debts, Company is following a stringent client selection criterion. The credit risk is being managed well as a result portfolio quality has been maintained at satisfactory levels. Concentration risk is being addressed through geographic diversification (with not more than 25% of country limit in each region) and expansion to other sectors like RE and MSME. Company is consciously expanding to new sectors and launching new products keeping in view the client needs. Keeping in view the rating agency observation, exposure to microfinance sector has been brought down to about 55% of total loan portfolio, and started expanding to MSME and RE sector that helped us manage this risk well.

Risk based client classification is prepared and submitted to the Board every year. All the risks are discussed at the Senior Management Level at their meetings periodically to ensure that the risk mitigation plans are well thought out and implemented and adverse impact of risks is avoided or kept within manageable proportions. In addition, Covid 19 risk is being monitored separately and covered in this report.

#### 15. CORPORATE SOCIAL RESPONSIBILITY (CSR):

Our Company works with a deep sense of social commitment and contributes towards the welfare of the society that it is part of. In terms of section 135 and Schedule VII of the Companies Act, 2013 read with rules made thereunder, the Board of Directors of our Company have constituted a Corporate Social Responsibility Committee (CSR Committee). Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken by the Company have been formulated by the Board based on the recommendation of the CSR Committee.

During the year under review, Maanaveeya was required to spend ₹ 8,011,033 and the CSR Committee had approved the budget of ₹ 8,026,200 against its total required spending amount. The Company has taken up its CSR initiatives through Akshayapatra Foundation (₹ 2,941,200), LV Prasad Eye Institute (₹ 3,735,000), Energy Swaraj Foundation (₹ 1,000,000) and Rotary Club



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of Jubilee Hills Charitable Trust (₹ 350,000) and has spent total amounting to ₹ 8,026,200 towards its CSR activities.

Ministry of Corporate Affairs (MCA) vide its notification dated January 22, 2021, specified that in case if the Company is unable to spend the CSR amount to be spent in any financial year and such unspent amount related to any ongoing project, fulfilling such conditions as may be prescribed, undertaken by a company in pursuance of its CSR Policy, shall be transferred by the Company within a period of 30 days from the end of the financial year to a special account to be opened by the company in that behalf for that financial year in any scheduled bank to be called the Unspent Corporate Social Responsibility Account, and such amount shall be spent by the company in pursuance of its obligation towards the Corporate Social Responsibility Policy within a period of 3 financial years from the date of such transfer, failing which, the company shall transfer the same to a Fund specified in Schedule VII, within a period of thirty days from the date of completion of the third financial year.

In compliance with above provisions, the Company has opened a separate bank account with Axis Bank Limited and an unspent amount of ₹ 3,718,980 has been transferred to such account; to be spent by the Company within a period of 3 financial years, in approved ongoing projects.

The annual report on CSR compliance and details of activity undertaken by the Company is being annexed to this report as **Annexure -1**. The CSR policies and other information can be viewed on the website of the Company at [www.maanaveeya.org](http://www.maanaveeya.org).

**16. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013:**

The provisions of Section 186 of the Companies Act, 2013, pertaining to granting of loans to any person or body corporate and giving of guarantees or providing security in connection with a loan to any other body corporate or persons are not applicable to the Company, since the Company is a Non-Banking Financial Company, registered with Reserve Bank of India. As part of its business operations, the Company has made investments through loans from time to time during the financial year. However, during the financial year Company did not make any investment under Section 186 of the Act.

**17. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES:**

Particulars of contracts or arrangements with related parties at arm's length basis referred to in Section 188 of the Companies Act, 2013, prescribed in Auditor report as refer notes 27.3 of balance sheet and in the prescribed Form No. AOC-2, is being annexed to this report as **Annexure-2**.

**18. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS:**

There were no qualifications, reservations or adverse remarks made by the either; by the statutory Auditors or by the Practicing Company Secretary; in their respective reports.



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**19. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES:**

The Board has, on the recommendation of the Nomination & Remuneration Committee framed a policy for selection and appointment of Directors, Senior Management and their remuneration including criteria for determining qualifications, positive attributes, independence of a Director and other matters provided under sub-section (3) of section 178 relating to the remuneration for the Directors, key managerial personnel, and other employees.

**20. MEETINGS OF THE BOARD OF DIRECTORS:**

A. Number of Board Meetings:

The Board of Directors of our Company met 8 (eight) times during the financial year ended on March 31, 2022 under review. The intervening gap between any two consecutive board meetings was within the period prescribed by the Companies Act, 2013.

Sr No of the Meeting	Date on which Board meetings were held
97	June 25, 2021
98	June 30, 2021
99	September 09, 2021
100	November 29, 2021
101	December 08, 2021
102	February 07, 2022
103	March 16, 2022
104	March 30, 2022

B. Attendance of the Directors at the Board Meetings held during the financial year ended on March 31, 2022:

Sr No	Name of the Directors	Board Meetings attended
1	Ms. Mirjam 't Lam	8
2	Mr. Marinus Anthonius Van Eyk	7
3	Mr. Brij Mohan	7
4	Ms. Mohua Mukherjee	6
5	Mr. Pramod Kumar Panda	2
6	Dr. Gouri Sankar Gollapudi	8

Notes:

- Ms. Mirjam 't Lam (DIN : 08949967) change in designation (regularisation) from additional director to Director (Non-Executive Non-Independent) on behalf of Oikocredit, Ecumenical Development Cooperative Society U.A. with effect from September 28, 2021.
- Mr. Brij Mohan (DIN: 00667210) change in designation (regularisation) from additional director to Director (Non-Executive Non-Independent) with effect from September 28, 2021.
- Mr. Pramod Kumar Panda (DIN : 08150489) was appointed as an additional director in the category of Non-Executive Independent Director with effect from December 08, 2021 and



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proposal for regularisation of his office will be placed in the forthcoming AGM of Shareholders..

4. Dr. Gouri Sankar Gollapudi (DIN: 06788500) re-appointed as Managing Director of the Company for another term with effect from January 1, 2022.

The Company paid Sitting Fees for attending Meetings of the Board and the Committees of the Board within the maximum prescribed limits, to the following Directors, as per details given below.

S. No.	Name of Director	Sitting Fees paid for attending Board and Committee Meetings during FY 2021-22 ₹
1	Mr. Brij Mohan	340,000
2	Ms. Mohua Mukherjee	280,000
3	Mr. Pramod Kumar Panda	120,000

## 21. DIRECTORS' RESPONSIBILITY STATEMENT:

Based on the framework of Internal Financial Controls and compliance systems established and maintained by the Company, work performed by the Internal and Statutory Auditors and based on the reviews performed by Management and the relevant Board Committees, including the Audit Committee, the Board is of the opinion that the Company's Internal Financial Controls were adequate and effective during Financial Year 2021-22.

Accordingly, pursuant to Section 134(5) of the Act, the Board of Directors, to the best of their knowledge and ability, confirm that:

- a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures.
- b) the directors had 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 and cash flows of the Company for that period;
- c) the directors had 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 had prepared the annual accounts on a going concern basis; and
- e) they had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively and
- f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.



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## **22. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL CONTROLS:**

The Company has a sound Internal Control System, commensurate with the size, scale and complexity of its operations which ensures that transactions are recorded, authorized and reported correctly. The Internal Audit team monitors and evaluates the efficiency and adequacy of internal control system in the Company, its compliance with operating systems, accounting procedures and policies at all locations of the Company. Based on the report of internal audit function, Audit Committee and Board of Directors undertake corrective action in the respective areas and thereby strengthen the controls.

## **23. INTERNAL FINANCIAL CONTROL SYSTEMS:**

The Board of Directors of the Company has adopted Internal Financial Control system for ensuring orderly and efficient conduct of business including adherence of Company's policies, safeguarding of asset, prevention and detection of frauds accuracy and completeness of accounting records and timely preparation of reliable financial statements.

## **24. VIGIL MECHANISM/WHISTLE BLOWER POLICY:**

Pursuant to Section 177(9) of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, the Board has adopted Whistle Blower Policy. This policy aims for conducting the affairs in a fair and transparent manner by adopting highest standards of professionalism, honesty, integrity and ethical behaviour.

A mechanism has been established for employees to report concerns about unethical behaviour, actual or suspected fraud or violation of Code of Conduct and Ethics. The policy also provided adequate safeguards against the victimization of employees who avail of the mechanism and allows direct access to the Chairman of the Audit Committee in exceptional cases.

The Company hereby affirms that during the year no Director / employee have been denied access to the Chairman of the Audit Committee and that no complaints were received.

## **25. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:**

The Company does not have any Subsidiary, Joint venture or Associate Company during the Financial Year. However, Maanaveeya is the wholly owned Subsidiary Company of Oikocredit Ecumenical Development Cooperative Society, U.A at Netherlands.

## **26. DEPOSITS:**

During the year under review, the Company has not accepted any deposit within the meaning of Sections 73 and 74 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014 (including any statutory modification(s) or re-enactment(s) for the time being in force).



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## 27. BOARD AND KEY MANAGERIAL PERSONNEL (KMP):

As of Financial Year ending March 31, 2022, the Board of Directors and Key Managerial Personnel details are as follows:

Sr. No.	Name of Directors & Key Managerial Personnel*	DIN/PAN	Designation
1.	Ms. Mirjam 't Lam	08949967	Non-Executive Non-Independent Director
2.	Mr. Marinus Anthonius Van Eyk	08135566	Non-Executive Non-Independent Director
3.	Mr. Brij Mohan	00667210	Non-Executive Non-Independent Director
4.	Ms. Mohua Mukherjee	08714909	Independent Director
5.	Mr. Pramod Kumar Panda	08150489	Additional Director (Non-Executive Independent)
6.	Mr. Gouri Sankar Gollapudi	06788500	Managing Director
7.	Mr. Rambabu Balina	AIXPB0132B	Chief Financial Officer
8.	Ms. Pooja Poddar	COTPP8724B	Company Secretary

\*Refer para 20.B notes above related to details of changes in directors during the year

## 28. BOARD OF DIRECTORS:

The Board consists of executive and non-executive directors including Independent Directors who have wide and varied experience in different disciplines of corporate functioning and the composition of Board is in compliance with the provisions of the Companies Act, 2013 and also applicable RBI Regulations.

### Directors:

Based on the confirmations received from Directors, none of the Directors are disqualified from appointment under Section 164 of the Companies Act, 2013 and disclosed their interest in other entities under Section 184 of the Companies Act, 2013.

During the year under review, following changes took place in the Board of Directors of the Company:

1. The appointment of Ms. Mirjam 't Lam (DIN : 08949967) as Non-Executive Non-Independent Director of the Company was regularised and approved by the Members of the Company at the 17<sup>th</sup> (Seventeenth) Annual General Meeting of the Company held on September 28, 2021.
2. The appointment of Mr. Brij Mohan (DIN: 00667210) as Non-Executive Non-Independent Director of the Company was regularised and approved by the Members of the Company at the 17<sup>th</sup> (Seventeenth) Annual General Meeting of the Company held on September 28, 2021.
3. The Board of Directors, on the recommendation of the Nomination and Remuneration Committee, appointed Mr. Pramod Kumar Panda (DIN : 08150489) as an additional director in the category of Non-Executive Independent Director on the Board of the Company with effect



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from December 08, 2021. Pursuant to the provision of Section 161 of the Companies Act, 2013, being an Additional Director, Mr. Pramod Kumar Panda (DIN : 08150489) will hold office up to the date of forthcoming Annual General Meeting and is eligible to be appointed as an Independent Director of the Company. Mr. Pramod Kumar Panda (DIN : 08150489) is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013 and has given her consent to act as a Director. Based on the recommendation of the Nomination and Remuneration Committee and in terms of the provisions of Sections 149, 150, 152 read with Schedule IV and any other applicable provisions of the Act it is proposed to appoint Mr. Pramod Kumar Panda (DIN : 08150489) as DIRECTOR (Independent Director) for a term of three consecutive years effective December 08, 2021. The Board recommends the resolution in relation to appointment of Mr. Pramod Kumar Panda (DIN : 08150489) as an Independent Director, for the approval by the shareholders of the Company in the Notice of AGM.

4. The Board of Directors, on the recommendation of the Nomination and Remuneration Committee, re-appointed Dr. Gouri Sankar Gollapudi (DIN: 06788500) as Managing director of the Company for another term of five years with effect from January 01, 2022. Dr. Gouri Sankar Gollapudi (DIN: 06788500) is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013 and has given her consent to act as a Managing Director.

#### **Independent Directors:**

During the year under review, the Board comprised of Ms. Mohua Mukherjee (DIN: 08714909) and Mr. Pramod Kumar Panda (DIN : 08150489) as Independent Directors.

The Independent Director of the Company have submitted their declarations as required under Section 149(7) of the Companies Act, 2013 stating that they meet the criteria of independence as per sub-section (6) of Section 149 of the Act.

#### **29. AUDITORS:**

##### **Statutory Auditors:**

The existing statutory auditors M/s Venugopal & Chenoy, Chartered Accountants (ICAI Firm Registration Number: 004671S), were appointed by the Members of the Company at its 17th Annual General Meeting for term of three years to hold office from the conclusion of the 17th Annual General Meeting till the conclusion of the 20th Annual General Meeting to be held in the calendar year 2024. M/s Venugopal & Chenoy, Chartered Accountants have resigned from the position effective conclusion of the 18th AGM, resulting into a casual vacancy in the Office of Statutory Auditors of the Company. The Board of Directors at its meeting held on 24th August 2022, as per the recommendation of the Audit Committee, has appointed M/s V Sankar Aiyar & CO, Chartered Accountants, Chennai, (Firm Registration No. 109208W) to hold office as the Statutory Auditor of the Company till the conclusion of the 21<sup>st</sup> AGM to be held in the calendar year 2025 and to fill the casual vacancy caused by the resignation of M/s Venugopal & Chenoy, Chartered Accountants subject to the approval by the members at the 18th AGM. The Company has received consent letter and eligibility certificate from M/s V Sankar Aiyar & CO to act as Statutory Auditor of the Company in place of the resigned Auditors along with a



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confirmation that, their appointment, if made, would be within the limits prescribed under the Companies Act, 2013.

The Report given by M/s. VENUGOPAL & CHENOY, Chartered Accountants on the financial statement of the Company for the Financial Year ended March 31, 2022 is part of the Annual Report. The Auditors' Report read along with the Notes on the Financial Statements are self-explanatory and does not call for any further comments. There has been no qualification, reservation or adverse remark or disclaimer in their Report.

During the financial year 2021-22, the Auditors had not reported any matter under Section 143 (12) of the Act therefore no detail is required to be disclosed under Section 134(3)(ca) of the Act.

#### Secretarial Auditors:

Pursuant to the provisions of Section 204 of the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors had appointed M/s. VBM Rao & Associates, a firm of Company Secretaries in Practice at Hyderabad, to undertake the Secretarial Audit of the Company for the Financial Year ended March 31, 2022. The Secretarial Audit Report, in the prescribed Form No. MR-3 is attached herewith as **Annexure:3**.

There are no qualifications, reservations or adverse remarks or disclaimers made by M/s. VBM Rao & Associates in their Audit Report dated June 13, 2022 on the Secretarial and other related records of the Company for FY 2021-22. The services of Secretarial Auditor are satisfactory.

Further the Company has re-appointed M/s VBM Rao & Associates, Company Secretaries to hold the office of the Secretarial Auditors for the financial year 2022-23.

#### Internal Auditors:

Pursuant to Section 138 of the Companies Act, 2013 and Companies (Accounts) Rules, 2014, M/s. Pulivarthi & Associates., Chartered Accountants, Hyderabad was re-appointed as the Internal Auditors of the Company for the financial year 2022-23. The Internal Auditor acts independently and also responsible for regulatory and legal requirements relating to operational processes and internal systems. The reports of Internal Auditors shall be submitted to the Board of directors of the company on a periodical basis.

### **30. INSURANCE & RISK MANAGEMENT:**

The assets of the Company are adequately insured against the loss of fire, riot, earthquake, terrorism, loss of profits, etc. and other risks which considered necessary by the management.

The Company has a robust risk management policy, commensurate with its size and operations. This includes portfolio distribution across regions, product and sector diversification and classification of partners based on PVR and ESG scores. Partner exposure is well monitored, and the classification is done on periodical basis. Portfolio quality and partner classification is generally presented to the Board for their noting.



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### 31. BOARD COMMITTEES:

The Company has following Board level Committees Viz Nomination & Remuneration Committee, Audit Committee, Risk Management Committee, Asset-Liability Management Committee, Credit Committee and Corporate Social Responsibility Committee.

#### a) NOMINATION AND REMUNERATION COMMITTEE:

The Board of the Company has constituted a Nomination and Remuneration Committee (NRC) in accordance with the provisions of Section 178 of the Companies Act, 2013 and the RBI guidelines for Non-Banking Finance Companies (NBFCs). As on March 31, 2022, the composition of the Nomination and Remuneration Committee is as follows:

Sl. No.	Name	Designation & Category
1.	Mr. Marinus Anthonius Van Eyk	Member, Non-Executive Non-Independent Director
2.	Ms. Mohua Mukherjee	Member, Independent Director
3.	Mr. Pramod Kumar Panda	Member, Additional Director (Non-Executive Independent Director)

Mr. Pramod Kumar Panda was appointed as Member of the Committee in the place of Mr. Brij Mohan with effect from February 07, 2022.

The Company Secretary of the Company acts as the Secretary to the Committee. During the financial year 2021-22, the Committee met 1 (one) time i.e., on December 08, 2021 to discharge the roles and responsibilities given by Board of Directors from time to time. The Committee functions in line with the provisions contained in Section 178 of the Companies Act, 2013.

#### b) AUDIT COMMITTEE:

The Audit Committee comprises of well qualified Directors. The composition of the Audit Committee is in accordance with Section 177 of the Companies Act, 2013 (the "Act") and the RBI guidelines for NBFCs and the Act and the rules made thereunder. As on March 31, 2022, the composition of the Audit Committee is as follows:

Sl. No.	Name	Designation & Category
1.	Ms. Mohua Mukherjee	Member, Independent Director
2.	Ms. Mirjam 't Lam	Member, Non-Executive Non-Independent Director
3.	Mr. Pramod Kumar Panda	Member, Additional Director (Non-Executive Independent Director)
4.	Mr. Brij Mohan	Special Invitee, Non-Executive Non-Independent Director

Mr. Pramod Kumar Panda was appointed as Member of the Committee in the place of Mr. Brij Mohan with effect from February 07, 2022.



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Further, pursuant to Section 177(2) of the Act, the Audit Committee shall consist of a minimum of three directors with Independent Directors forming a majority. During the financial year 2021-22, the Audit Committee met 4 (four) times i.e. on June 30, 2021, September 22, 2021, December 08, 2021 and March 30, 2022.

All Members of the Committee are financially literate. The Company Secretary of the Company acts as the Secretary to the Committee. The Chief Financial Officer along with Statutory Auditors are invited to attend the meetings of the Committee. All recommendations of the Audit Committee were duly accepted by the Board and there were no instances of any disagreements between the Committee and the Board during the year.

**c) RISK MANAGEMENT COMMITTEE:**

As on March 31, 2022, the Risk Management Committee consists of the following members:

Sl. No.	Name	Designation & Category
1.	Ms. Mirjam 't Lam	Member, Non-Executive Non-Independent Director
2.	Mr. Marinus Anthonius Van Eyk	Member, Non-Executive Non-Independent Director
3.	Mr. Brij Mohan	Member, Non-Executive Non-Independent Director
4.	Mr. Pramod Kumar Panda	Member, Additional Director (Non-Executive Independent Director)
5.	Dr. G. Gouri Sankar	Member, Managing Director

Ms. Mirjam 't Lam and Mr. Pramod Kumar Panda were appointed as Members of the Committee with effect from February 07, 2022.

During the financial year 2021-22, one (1) Meeting of the Risk Management Committee was convened on March 30, 2022.

**d) ASSET LIABILITY MANAGEMENT COMMITTEE:**

In terms of applicable provisions of Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 ("Master Direction"), Asset Liability Management Committee had been constituted with the following Members:

Sl. No.	Name	Designation & Category
1.	Ms. Mirjam 't Lam	Member, Non-Executive Non-Independent Director
2.	Mr. Marinus Anthonius Van Eyk	Member, Non-Executive Non-Independent Director
3.	Dr. G. Gouri Sankar	Member, Managing Director
4.	Mr. Rambabu Balina	Special Invitee, CFO



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During the financial year 2021-22, one (1) Meeting of the Asset Liability Management Committee was convened on March 30, 2022.

**e) CREDIT COMMITTEE:**

The Credit Committee of the Board of Directors comprises of the following Members:

Sl. No.	Name	Designation & Category
1.	Ms. Mirjam 't Lam	Member, Non-Executive Non-Independent Director
2.	Mr. Marinus Anthonius Van Eyk	Member, Non-Executive Non-Independent Director
3.	Dr. G. Gouri Sankar	Member, Managing Director

**f) CORPORATE SOCIAL RESPONSIBILITY COMMITTEE:**

In terms of section 135 and Schedule VII of the Companies Act, 2013 read with rules made thereunder, the Board of Directors of our Company have constituted a CSR Committee. The current composition of the Committee is as follows.

Sl. No.	Name	Designation & Category
1.	Mr. Brij Mohan	Member, Non-Executive Non-Independent Director
2.	Ms. Mohua Mukherjee	Member, Independent Director
3.	Dr. G. Gouri Sankar	Member, Managing Director
4.	SPM & CB Manager of Maanaveeya	Special Invitee /Secretary

During the financial year 2021-22, one (1) Meeting of the Corporate Social Responsibility Committee was convened on March 04, 2022.

These Committees function as per the terms of reference as approved by the Board for the respective Committees.

**32. PERSONNEL:**

The Company has a small team and continue to have cordial relations with all its employees. No complaints received during the year from any employee of the company. Company has taken initiatives to increase number of staff with new recruitment, improve the quality of staff and these changes are expected in the next Financial Year.

**33. CORPORATE GOVERNANCE:**

The Company has been practicing the principle of good Corporate Governance, which is a continuous and ongoing process and following to the guidelines prescribed by Reserve Bank of India and Ministry of Corporate Affairs from time to time. The Company has implemented all of its major stipulations as applicable to the Company.



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#### 34. BOARD EVALUATION:

Pursuant to the provisions Companies Act, 2013, the Board adopted a formal mechanism for evaluating its performance and as well as that of its Committees and Individual Directors, including the Chairman of the Board. The exercise was carried out through a structured evaluation process covering various aspects of the Boards functioning such as composition of the Board & committees, experience & competencies, performance of specific duties & obligations, governance issues etc. The evaluation of the Independent Directors was carried out by the entire Board and that of the Chairman and the Non-Independent Directors were carried out by the Independent Directors. The Directors were satisfied with the evaluation results, which reflected the overall engagement and effectiveness of the Board and its Committees with the Company.

#### 35. FINANCE AND ACCOUNTS:

As mandated by the Ministry of Corporate Affairs, the financial statements for the year ended on March 31, 2022 has been prepared in accordance with the Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (hereinafter referred to as "the Act") read with the Companies (Accounts) Rules, 2014 as amended from time to time. The estimates and judgments relating to the financial statements are made on a prudent basis, so as to reflect in a true and fair manner, the form and substance of transactions and reasonably present the Company's state of affairs, profits and cash flows for the year ended March 31, 2022. The Notes to the Financial Statements forms an integral part of this Report.

#### 36. GENERAL BODY MEETINGS:

During the financial year 2021-22 Annual General Meetings (AGM) & Extra -Ordinary General (EGM) Meeting of the company are as follows:

AGM/EGM	Date	Location
Annual General Meeting (AGM)	September 28, 2021	Registered office: Door No. 8-2-293/82/2/208/A and 208/A/1, M.L.A's Colony, Road No. 12, Banjara Hills, Hyderabad - 500034, Telangana, India.
Extra-Ordinary General Meeting (EGM)	No EGM was conducted during the year.	

#### 37. STATUTORY COMPLIANCE:

The Company has complied and continues to comply with all the applicable Regulations, Circulars and Guidelines issued by the Ministry of Corporate Affairs, Reserve Bank of India, other Regulating Agencies, filings, etc.

#### 38. RBI GUIDELINES:

Reserve Bank of India (RBI) granted the Certificate of Registration to the Company in December 2004 vide Registration No. N.09.00417, to commence the business of Non-Banking Financial



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Institution Non deposits accepting. Our Company is a Non-Banking Financial Company (NBFC-ND-SI). The Company has complied with and continues to comply with all the applicable regulations and directions of the RBI.

#### **39. CREDIT FACILITIES & GUARANTEE FACILITIES:**

The Company has availed secured loans from Indian Overseas Bank and Federal Bank Limited. The Company also availed unsecured loans from Cooperative Rabo bank U.A, Mumbai Branch during the year under review. The loan borrowed from Rabobank Mumbai is covered with Corporate Guarantee from Oikocredit Ecumenical Development Cooperative Society U.A

The Company has availed unsecured INR External commercial borrowing ("ECB") from Oikocredit Ecumenical Development Co-operative Society U.A.

#### **40. PARTICULARS OF EMPLOYEES:**

The information required pursuant to Section 197 read with Rule, 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not applicable to the Company.

#### **41. DETAILS OF SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS:**

The Income tax appellate tribunal (ITAT) passed an adverse order dated December 14, 2021 against the Transfer pricing appeals filed by the company. As per the order issued, the interest paid to Oikocredit on the CCDs was allowed as per original demand notices i.e 2.91% in AY 2011-12, 2.90% in AY 2012-13, 2.48% in AY 2013-14 and 2.63% in AY 2014-15. In the light of above adverse order, on April 29, 2022 the company filed an appeal in High Court of Telangana and also filed miscellaneous petitions before ITAT on April 27, 2022 for revision of order as critical grounds submitted by the company were not considered while passing the order. The contingent liability with regarding the disallowed interest is Rs.1,336 lakhs (AY 2011-12 Rs.383 Lakhs, AY 2012-13 Rs. 434 Lakhs, AY 2013-14 Rs. 432 Lakhs and AY2014-15 Rs. 87 Lakhs) was already recognised by the company. However, the order issued by ITAT will not impact business operations and the going concern status of the company in future.

Background: Maanaveeya paid 11% interest on the INR denominated Compulsory Convertible Debentures ("CCDs") to Oikocredit in the assessment years 2011-12 to 2014-15. IT Department passed demand order by limiting interest paid to Oikocredit on the CCDs to 2.91% in AY 2011-12, 2.90% in AY 2012-13, 2.48% in AY 2013-14 and 2.63% in AY 2014-15. Later the company filed appeals in CIT (Appeals) and got partially favorable orders allowing the interest to 9.72% in AY 2011-12, 2013-14 and 2014-15. IT Dept appealed against CIT (Appeals) order in ITAT and MV also filed appeals for total relief on interest paid to Oikocredit including adverse order issued by DRP for AY 2012-13. ITAT passed adverse order dated December 14, 2021 against the Transfer pricing appeals filed by the company and ruled in favor of IT Dept.

Further, there were no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.



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#### **42. DISCLOSURE AS PER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:**

The Company is committed to providing and promoting a safe and healthy work environment for all its employees.

The Company has zero tolerance towards sexual harassment at the workplace and has adopted a policy on prevention, prohibition and redressal of sexual harassment at the work place in line with the provisions of Sexual Harassment of women at workplace (Prevention, prohibition and redressal) Act, 2013 and the Rules thereunder.

Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees of the Company are covered under the aforementioned Policy.

During the financial year 2021-22, the Company has not received any complaints on Sexual Harassment.

#### **43. CREDIT RATING:**

During the financial year 2021-22, Credit Analysis and Research Limited (CARE) had reaffirmed the rating of the company for Long term bank facility of ₹ 100 crore as CARE A- Stable (Single A Minus outlook-stable).

#### **44. SECRETARIAL STANDARDS:**

The Directors confirms that the Company has, during the year, complied with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India (ICSI).

#### **45. AWARDS & RECOGNITION:**

Maanaveeya has been recognised for its best practices like employee and customer friendly initiatives and awarded with the Most Preferred Workplace for 2022 by Team Marksmen Network Private Limited. The company received shield and certificate on July 1, 2022. There were around 42 Corporates, representation from Manufacturing and service industries like Pharma, health care, Software, Mining & Finance etc, won this award and participated in the Felicitation Ceremony on 1st July 2022 in Mumbai.

Team Marksmen's mission is to help organizations and leaders from across sectors create impactful change that matters. Their work stems from a holistic understanding of every client's personalized context, unique requirements, sector dynamics, and macroeconomic environment. This allows them to create brand solutions that resonate with audiences, and thereby helps advance the practice of management.

#### **46. CONSOLIDATED FINANCIAL STATEMENTS:**

Since the Company does not have any subsidiary or associate company, there is no requirement of preparing the Consolidated Financial Statements during the financial year 2021-22 in accordance with relevant IND AS 110 issued by the Institute of Chartered Accountants of India.



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#### 47. ACKNOWLEDGEMENTS:

The Board of Directors of the Company would like to place on record their gratitude for the valuable guidance and support received from the RBI, Registrar of Companies and from other government and regulatory agencies and to convey their appreciation to Oikocredit and the Company's bankers, lenders and all other business associations for the continuous support given by them to the Company.

Recognising the challenging work environment, in general, and particularly during the unprecedented time of Covid-19 pandemic, the directors sincerely acknowledge all-round efforts and commitment displayed by all the employees who have been reporting to work at the office during the lockdown and also the employees working from their respective homes. The directors further express their grief for the loss of lives of some of the employees family members due to Covid-19 pandemic and have immense respect for the employees risking their lives to fight this pandemic.

For and on behalf of the Board of Directors  
For Maanaveeya Development & Finance Private Limited

Dr. G. Gouri Sankar  
Managing Director  
DIN: 06788500

Ms. Mohua Mukherjee  
Independent Director  
DIN: 08714909

Date: August 24, 2022  
Place: Hyderabad





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**Maanaveeya Development & Finance Private Limited**  
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**Annexure-1**  
**ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES**

**1. Brief outline of the Corporate Social Responsibility (CSR) Policy:**

The Company's Corporate Social Responsibility (CSR) vision is to make concerted efforts towards sanitation and making available safe drinking water, employment enhancing vocation skills, empowering women and rural development projects etc.

**2. Composition of the CSR Committee:**

S.No	Name of Director	Designation	Number of Meetings of CSR Committee held during the year	Number of Meetings of CSR Committee attended during the year
1.	Mr. Brij Mohan	Member, Non-Executive Non-Independent Director	1	1
2.	Ms. Mohua Mukherjee	Member, Independent Director	1	1
3.	Dr. G. Gouri Sankar	Member, Managing Director	1	1

**3. Provide the web-link where Composition of CSR Committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the Company:**

[www.maanaveeya.org](http://www.maanaveeya.org)

**4. Provide the 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):**

Not applicable for the financial year under review.

**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:**

S.No.	Financial Year	Amount available for set-off from preceding financial years (in ₹)	Amount required to be setoff for the financial year, if any (in ₹)
-	-	Nil	Nil

**6. Average net profit of the company as per section 135(5): ₹ 4,006 Lakhs**

- 7. (a) Two percent of average net profit of the company as per section 135(5): ₹80.11 Lakhs**  
**(b) Surplus arising out of the CSR projects or programs 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): ₹80.11 Lakhs**

**8. (a) CSR amount spent or unspent for the financial year:**



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Total Amount Spent for the Financial Year (₹ in Lakhs)	Amount Unspent (in ₹ in Lakhs)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of Transfer	Name of the Fund	Amount	Date of Transfer
43	37	April 28, 2022		NA	

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

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
S. No	Name of the Project	Item from the list of activities in Sch VII to the Act	Local Area (Yes/No)	Location of the project		Project duration	Amount allocated for the project (₹ in Lakhs)	Amount spent in current FY (in ₹)	Amount transferred to unspent CSR Account for the project as per Sec 135(6) (in ₹)	Mode of implementation - Direct (Yes/No)	Mode of Implementation-through Implementing Agency	
				State	District						Name	CSR Registration No.
1.	Cataract Surgeries	Healthcare	Yes	Telangana	Hyderabad	Ongoing	3.75	1.88	1.87	No	LV Prasad Eye Institute	CSR00001698
2.	Rooftop solar power Plant (70 KW)	Environmental Protection	Yes	Telangana	Hyderabad	Ongoing	33.60	16.80	16.80	No	LV Prasad Eye Institute	CSR00001698
3.	Mid-day Meal	Promoting education	Yes	Telangana	Hyderabad	Ongoing	22.50	10.74	11.76	No	Akshyapatra Foundation	CSR00000286
3.	Energy Literacy	Environmental Prot	Yes	Telangana	Hyderabad	Ongoing	10	5	5	No	Energy Swaraj Foundation	CSR00014251



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	Training	ection										
5.	renovation and repair of a government primary school Building	Promoting education	Yes	Telangana	Hyderabad	Ongoing	3.50	1.75	1.75	No	Rotary Club of Jubilee Hills Charitable Trust	CSR00003064
	<b>Total</b>						<b>73.35</b>	<b>36.17</b>	<b>37.18</b>			

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

(1) S. No	(2) Name of the Project	(3) Item from the list of activities in Sch VII to the Act	(4) Local Area (Yes/No)	(5) Location of the project		(6) Project duration	(7) Amount allocated for the project (₹ in Lakhs)	(8) Amount spent in current FY (₹ in Lakhs)	(9) Amount transferred to unspent CSR Account for the project as per Sec 135(6) (₹ in Lakhs)	(10) Mode of implementation - Direct (Yes/No)	(11) Mode of Implementation-through Implementing Agency	
				State	District						Name	CSR Registration No.
1.	Mid-day Meal	Promoting education	Yes	Telangana	Hyderabad	Ongoing	6.91	6.91	-	No	Akshyapatra Foundation	CSR00000286
	<b>Total</b>						<b>6.91</b>	<b>6.91</b>	<b>-</b>			

(d) Amount spent in Administrative Overheads: Nil

(e) Amount spent on Impact Assessment, if applicable: Nil

(f) Total amount spent for the Financial Year (8b+8c+8d+8e): ₹ 43 Lakhs

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

S.No.	Particulars	Amount (₹ in Lakhs)
(i)	Two percent of average net profit of the company as per section 135(5)	80.11
(ii)	Total amount spent for the Financial Year	43
(iii)	Excess amount spent for the financial year [(ii)-(i)]	-
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	-
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	-



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9. (a) Details of Unspent CSR amount for the preceding three financial years:

S.No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in ₹)	Amount spent in the reporting Financial Year (in ₹)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any			Amount remaining to be spent in succeeding financial year ₹ (in ₹)
				Name of the Fund	Amount (in Rs)	Date of transfer	
Not Applicable							

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

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
S.No	Project ID	Name of the Project	Financial Year in which the project was commenced.	Project duration	Total amount allocated for the project (in ₹)	Amount spent on the project in the reporting Financial Year (in Rs)	Cumulative amount spent at the end of reporting Financial Year. (in ₹)	Status of the project - Completed /Ongoing.
1.	1.	Cataract Surgeries	FY 2020-21		15.00	11.55	15.00	Completed
2.	2.	Glaucoma Surgeries	FY 2020-21		9.00	4.05	9.00	Completed
3.	3.	Rooftop solar power Plant (60 KW)	FY 2020-21		26.40	9.6	26.40	Completed
4.	4.	Happiness Kits (contain 15 items)	FY 2020-21		13.75	4.12	13.75	Completed
5.	5.	Vehicle Isuzu BS VI (with Vessels) Inclusive of all required accessories to meet their requirement.	FY 2020-21		16.08	4.83	16.08	Completed
<b>Total</b>					<b>80.23</b>	<b>34.15</b>	<b>80.23</b>	

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 (asset-wise details):

S.No.	Particulars	
(a)	Date of creation or acquisition of the capital asset(s)	Not Applicable
(b)	Amount of CSR spent for creation or acquisition of capital asset	
(c)	Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.	



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(d)	Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset)	
-----	--	--

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): Company has spent the 2% of average net profit as per section 135(5) during the year.

For and on behalf of the Board of Directors  
 For Maanaveeya Development & Finance Private Limited

Dr. G. Gouri Sankar  
 Managing Director  
 DIN: 06788500

Ms. Mohua Mukherjee  
 Independent Director  
 DIN: 08714909

Date: August 24, 2022  
 Place: Hyderabad





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**Annexure-2**

**Form No. AOC-2**

**As on the Financial year ended 31/03/2022**

(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 provision thereto.

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

₹ in Lakhs

Name of the Related Party	Nature of the Relationship	Nature of Contracts / arrangements / transactions	Duration of the Contracts / arrangements / transaction	Date of approval by the Board	Salient terms of the contracts or arrangements or transaction including the value, if any	Amount paid as advances, if any
Oikocredit Ecumenical Development Cooperative Society U.A (Oikocredit)-Netherlands	Holding Company/ Parent Entity	Interest on ECB	-	NA	4,800	NIL
Oikocredit Ecumenical Development Cooperative Society U.A (Oikocredit)-Netherlands	Holding Company/ Parent Entity	Expenses reimbursable from Parent Entity	-	NA	87	NIL
Oikocredit Ecumenical Development Cooperative Society U.A (Oikocredit)-Netherlands	Holding Company/ Parent Entity	Mark up fee income	-	NA	11	NIL
Dr. G. Gouri Sankar	Key Managerial Person	Remuneration	-	14.03.2017 /08.12.2021	123	NIL

For and on behalf of the Board of Directors  
For Maanaveeya Development & Finance Private Limited

*Dr. G. Gouri Sankar*

Dr. G. Gouri Sankar  
Managing Director  
DIN: 06788500

*Ms. Mohua Mukherjee*

Ms. Mohua Mukherjee  
Independent Director  
DIN: 08714909

Date: August 24, 2022  
Place: Hyderabad





**VBM Rao & Associates, Company Secretaries**  
(Consultants in Corporate and Business Laws)

**M. Vijaya Bhaskara Rao** LLB, FCS  
Company Secretary in Practice

Flat No. 509, Elite Fort Apartments  
Puppalaguda, Manikonda  
HYDERABAD - 500 089, Telangana  
Tel: 9642884441, 9492844441  
vbmrao@gmail.com, secretaries@gmail.com

## SECRETARIAL AUDIT REPORT

Form No. MR-3

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No. 9 of the Companies  
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

**FOR THE FINANCIAL YEAR ENDED 31-03-2022**

The Members

**Maanaveeya Development & Finance Private Limited**  
(CIN: U65999TG2004PTC043839)

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Maanaveeya Development & Finance Private Limited (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of the Statutory Registers, 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, I hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31-03-2022 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:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31-03-2022 according to the provisions of:

- 1) The Companies Act, 2013 (the Act) and the rules made there under;
- 2) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- 3) Foreign Exchange Management Act, 1999 and the rules and regulations made there under;
- 4) The Reserve Bank of India Act, 1934 and related Regulations, Notifications, Circulars, Others issued by RBI from time to time, as applicable specifically to the company (includes Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016).



- 5) Other general laws as applicable to the company: State Shops and Establishment Act, State Professional Tax Act, The Employees Provident Fund and Miscellaneous Provisions Act, 1952, The Minimum Wages Act, 1948; Payment of Wages Act, 1936, The Payment of Bonus Act, 1965; The Payment of Gratuity Act, 1972; Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, Central and State Stamp Laws, Income-tax Act, 1961 and GST laws.

We have also examined compliance with the applicable clauses of Secretarial Standards issued by The Institute of Company Secretaries of India with respect to Board and General Meetings.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We further report that, the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. 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.

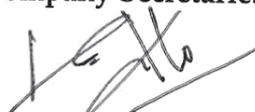
Adequate notice is given to all directors to schedule the Board Meetings. Agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions at Board Meetings and Committees thereof were carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or the Committee as the case may be.

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

We further report that during the Audit Period the Company had not gone through any specific events having a major bearing on the Company's affairs in pursuance to the above referred laws, rules, regulations, guidelines, standards, etc.

**For VBM Rao & Associates  
Company Secretaries**

  
**M. Vijaya Bhaskara Rao**  
Company Secretary in Practice  
FCS No. 6273, CP No. 5237  
UDIN: F006273D000486973



Place: Hyderabad  
Date: 13/06/2022

## Annexure to the Report

### The Members

Maanaveeya Development & Finance Private Limited  
(CIN: U65999TG2004PTC043839)

Our report of even date is to be read along with this letter.

- 1) Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
- 2) We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
- 3) We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
- 4) Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
- 5) The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
- 6) The 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.

For VBM Rao & Associates  
Company Secretaries



M. Vijaya Bhaskara Rao  
Company Secretary in Practice  
FCS No. 6273, CP No. 5237  
UDIN: F006273D000486973



Place: Hyderabad

Date: 13/06/2022

**VENUGOPAL & CHENOY**  
Chartered Accountants

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Hyderabad – 500 001.  
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24752853,24756885  
Email: info@venugopalandchenoy.com

### INDEPENDENT AUDITOR'S REPORT

To  
The Members,  
Maanaveeya Development & Finance Private Limited.  
Door No. 8-2-293/82/2/208/A&208/A/1, MLA's Colony,  
Road No-12, Banjara Hills,  
Hyderabad - 500034.

#### Opinion

We have audited the Ind AS financial statements of **Maanaveeya Development & Finance Private Limited**("the Company"), which comprise the balance sheet as at 31st March 2022, and the statement of Profit and Loss(including other comprehensive income), statement of changes in equity 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 (herein after referred to as " Ind AS financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit(including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

#### Basis for Opinion

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



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**Other information**

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in Board's Report including Annexures to Board's Report, but does not include the financial statements and our auditor's report there on and we do not have preview to such information at this juncture, hence we do not express any form of assurance conclusion thereon, we have nothing to report in this regard

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

The management is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The management are also responsible for overseeing the Company's financial reporting process.



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**Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial



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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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

#### Report on Other Legal and Regulatory Requirements

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.

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

1. 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;
2. 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 ;
3. The Balance Sheet, the Statement of Profit and Loss, statement of changes in equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.



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4. 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.
5. On the basis of written representations received from the directors as on 31<sup>st</sup> March, 2022, taken on record by the Board of Directors, none of the directors are disqualified as on 31 March, 2022, from being appointed as a director in terms of Section 164(2) of the Act.
6. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”.
7. 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 has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 27.1 to the financial statements;
  - b. The Company did not have any long-term contracts including derivative contracts;
  - c. There are no amounts which required to be transferred, to the Investor Education and Protection Fund by the Company;
  - d. The management has represented that, to the best of it’s knowledge and belief, other than as disclosed in the notes to the accounts:
    - (i), 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



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Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(ii) 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 our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.

- e. During the year, the Company has not declared any dividend during the year.



FOR VENUGOPAL & CHENOY  
CHARTERED ACCOUNTANTS

FRN: 004671S

*B. Satyanarayana Murty*  
( B. SATYANARAYANA MURTY )  
Partner

Membership No.018039

UDIN: 22018039 AMKTFA 9121

Place : Hyderabad  
Date : 23.06.2022

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**Annexure - A to the Auditors' Report**

The Annexure referred to in Report on the Audit of **Maanaveeya Development & Finance Private Limited**, Ind AS Financial Statements for the year ended 31 March 2022, we report that:

- 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 Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified during the year. In accordance with this programme, fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.

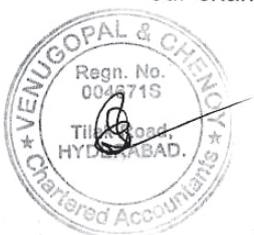
(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has 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, there are no proceedings 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. Hence clause 3(ii)(a) of the Order is not applicable to the Company. .

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has working capital



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limit in excess of five crore rupees, in aggregate, from banks or financial institutions. The quarterly yearly returns/statements submitted by the Company with such banks or financial institutions are in agreement with books of the Company.

iii. (a) Since the Company, whose principal business is to give loans, Paragraph 3(iii)(a) of the order is not applicable to the Company.

(b) The investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to the company's interest.

(c) There are schedule of repayment of principal and payment of interest which is stipulated by the Company. However, delays ranging from 1-10 days were observed in some cases (Refer Annexure-C for details)

(d) There are amount overdue for more than 90days and the details are as under:

No. of cases	Principal Amount Overdue (Lakhs)	Interest Overdue (Lakhs)	Total Overdue (Lakhs)	Remarks, if any
7	1,219	-	1,219	-

(e) Since the Company, whose principal business is to give loans, Paragraph 3(iii)(e) of the order is not applicable to the Company.

(f) 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 and also the company not granted any loans or advances in the nature of loansto Promoters, related parties. Hence, Paragraph 3(iii)(f) of the order is not applicable to the Company.

iv. The Company has not made any transactions in the nature of loans, investments, guarantees, and security, where provisions of section 185 and 186 of the Companies Act, 2013 are applicable. Thus, paragraph 3(iv) of the order is not applicable to the Company.



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- v. The Company has not accepted any deposits including deemed deposits, within the meaning of provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under.
- vi. According to the information and explanations given to us, the central government has not specified maintenance of cost records for the Company. Thus, paragraph 3(vi) of the order is not applicable to the Company.
- vii. a) According to the information and explanations given to us and on the basis of examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, Service Tax, Goods and service tax and other material statutory dues have been generally regularly deposited during the year by the Company with the appropriate authorities, except on one occasion in case of Goods and Service Tax. With respect to the dues relating to Employee's State Insurance, Customs Duty, Excise Duty, sales tax, VAT, we were informed by the management that the provision of these laws did not apply to the Company.

According to the information and explanations given to us, no undisputed amounts are payable in respect of income tax, service tax, Goods and services tax and other material statutory dues were in arrears as at 31 March 2022 for a period of more than six months from the date they became payable.

b) According to the information and explanations given to us, there are no material dues of duty of customs, income tax, service tax which have not been deposited with the appropriate authorities on account of any dispute.

Name of Statute	Nature of Dues	Forum where Dispute is Pending	Period to which the amount related(Asst. Year)	Amount Involved (Rs in Lakhs)	Amount Unpaid (Rs in Lakhs)
Income Tax Act, 1961	Income tax on transfer pricing adjustment	High court of telengana and ITAT(Misc,petition)	2011-12	326	326
		High court of telengana and ITAT(Misc,petition)	2012-13	164	164
		CIT(A)	2017-18	688	688



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- viii. According to the information and explanations given to us, there were no such transactions which have been surrendered or disclosed as income, during the year, in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix. (a) According to the information and explanations given to us, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- b) The company has not been declared wilful defaulter by any bank or financial institution or other lender;
- (c) Term loans obtained by the Company have been applied for the purpose for which such loans were obtained.
- (d) The funds raised by the Company on short term basis are for the purpose of lending (which is the principal business of the Company) and have been so utilised.
- (e) The Company has no subsidiaries, associates or joint ventures companies. Hence, clause 3(ix)(e) & (f) is not applicable.
- x. (a) According to the information and explanation given to us, the company has not raised of any money by way of initial public offer or further public offer (including debt instruments).
- (b) According to the information and explanation given to us, the company has not made preferential allotment or private placement of shares or fully or partly convertible debentures. Hence this clause is not applicable.
- xi. (a) According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit. Hence, reporting under clause 3(xi)(a) is not applicable.
- (b) No whistle-blower complaints have been received by the Company during the year. Hence, reporting under clause 3(xi)(b) is not applicable.
- xii. According to the information and explanations given to us, the Company is not a Nidhi company. Consequently, paragraph 3(xii) is not applicable.



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- xiii. As the company is a private limited company the provisions of section 177 and 188 of Companies Act, 2013 is not applicable. Hence, paragraph 3(xiii) is not applicable. However, the company has disclosed the details of related party transactions in the Financial Statements etc., as required by the Ind AS 24;
- 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, are considered by us.
- xv. According to the information and explanations given to us, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. (a) The company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) and it has obtained the registration.
- (b) Since the company has obtained Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.Hence, this clause is not applicable.
- (c) Since the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Hence, this clause is not applicable.
- (d) There are no CICs in the Group. Consequently, para 3(xvi)(d) is not applicable
- xvii. According to the information and explanations given to us, the Company has not incurred any cash losses in the financial year and in the immediately preceding financial year
- xviii. There has been no resignation by the statutory auditors during the year. Hence, this clause is not applicable.
- xix. According to the information and explanations given to us and 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 and



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based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

- xx. (a) According to the information and explanations given to us,, in respect of other than ongoing projects, the company has transferred 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)The company has transferred the amount remaining unspent under sub- section (5) of section 135 of Companies Act,2013, to a special account in compliance with sub-section (6) of section 135 of companies Act,2013
- xxi. The Company is not required to prepare the consolidated financial statements as there are no subsidiaries, associates or Joint ventures companies. Hence Paragraph 3(xxii) is not applicable.



**FOR VENUGOPAL & CHENYOY  
CHARTERED ACCOUNTANTS**

**FRN: 004671S**

*(Signature)*  
**( B. SATYANARAYANA MURTY )**

**Partner**

**Membership No.018039**

UDIN: 22018039 AMKTF09121

Place : Hyderabad  
Date : 23.06.2022

**VENUGOPAL & CHENOY**

Chartered Accountants

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**Annexure - B to the Auditors' 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 **Maanaveeya Development & Finance Private Limited** ("the Company") as of 31 March 2022 in conjunction with our audit of Ind AS financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

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

**Auditors' Responsibility**

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



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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.

### Meaning of Internal Financial Controls over Financial Reporting

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

### Inherent Limitations of Internal Financial Controls 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.

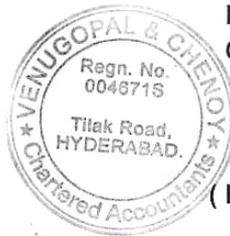


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**Opinion**

In our opinion and 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 system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 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 on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.



**FOR VENUGOPAL & CHENOY  
CHARTERED ACCOUNTANTS**

**FRN: 004671S**

*B. Satyanarayana Murty*  
**(B. SATYANARAYANA MURTY)**

**Partner**

**Membership No.018039**

UDIN!22018039AMKTF09121

Place : Hyderabad  
Date : 23.06.2022

**VENUGOPAL & CHENOY**  
Chartered Accountants

4-1-889/16/2, Tilak Road,  
Hyderabad – 500 001.  
TeleFax: 24753454,24753852  
24752853,24756885  
Email: info@venugopalandchenoy.com

Annexure C: (refer para 3(iii)(c) of CARO

No. of cases	Instalment Amount Rs In lakhs	Extent of delay in days	Remarks, if any
22	885	1	-
5	72	2	-
4	176	3	-
1	117	4	-
1	117	5	-
2	2	6	-
1	4	7	-
1	31	8	-
1	2	10	-



**MAANAVEEYA DEVELOPMENT & FINANCE PRIVATE LIMITED**  
(Indian Subsidiary of Oikocredit)

**Maanaveeya Development & Finance Private Limited**  
**Balance Sheet as at March 31, 2022**  
(All amounts in ₹ Lakhs, unless otherwise stated)

Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
<b>ASSETS</b>			
<b>(1) Financial assets</b>			
(a) Cash and cash equivalents	3	5,021	68
(b) Bank balances other than (a) above	4	176	-
(c) Loans	5	1,36,565	1,04,014
(d) Investments	6	-	3,003
(e) Other financial assets	7	53	39
<b>(2) Non-financial assets</b>			
(a) Current tax assets (Net)	8	1283	1,187
(b) Deferred tax assets (Net)	9	505	597
(c) Property, plant and equipment	11A	2,043	2,305
(d) Intangible assets	11B	*	1
(e) Other non-financial assets	10A	7	7
(f) Assets held for sale	10B	225	225
<b>Total Assets</b>		<b>1,45,878</b>	<b>1,11,446</b>
<b>LIABILITIES AND EQUITY</b>			
<b>(1) Financial liabilities</b>			
(a) Trade Payables	12		
(i) Total Outstanding dues of micro enterprises and small enterprises		-	-
(ii) Total Outstanding dues of Creditors other than micro enterprises and small enterprises		39	35
(b) Borrowings	13	99,752	69,618
<b>(2) Non-financial liabilities</b>			
(a) Provisions	14	66	103
(b) Other non-financial liabilities	15	684	359
<b>Total Liabilities</b>		<b>1,00,541</b>	<b>70,115</b>
<b>(3) Equity</b>			
(a) Equity share capital	16A	22,865	22,865
(b) Other equity	16B	22,472	18,466
<b>Total equity</b>		<b>45,337</b>	<b>41,331</b>
<b>Total Liabilities and Equity</b>		<b>1,45,878</b>	<b>1,11,446</b>
<b>Corporate Information and Significant accounting policies</b>	1&2		
<p>*₹ less than a lakh See accompanying notes forming part of the financial statements In terms of our report attached</p> <p>For: VENUGOPAL &amp; CHENOV CHARTERED ACCOUNTANTS</p> <p>B. Sanyalzyana Murty Partner M.No: 018039 UDIN: 22018039 AMKTFQ9121</p> <p>For and on behalf of the Board of Directors</p> <p>G.Gouri Sankar Managing Director DIN: 06788500</p> <p>Brij Mohan Director DIN: 0066721</p> <p>B.Ram Babu Chief Financial Officer</p> <p>Place: Hyderabad Date: June 23, 2022</p> <p>Place: Hyderabad/Gurgaon Date: June 23, 2022</p>			

**Maanaveeya Development & Finance Private Limited**  
**Statement of Profit and Loss for the year ended March 31, 2022**  
 (All amounts in ₹ Lakhs, unless otherwise stated)

Particulars	Note	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>INCOME</b>			
<b>I. Revenue from operations</b>			
(i) Interest income	17	13,703	12,617
(ii) Rental income	18	475	475
(iii) Other operating income	19	1	74
<b>Total Revenue from operations (I)</b>		<b>14,179</b>	<b>13,166</b>
II. Other income	20	26	46
<b>III. Total income (I+II)</b>		<b>14,205</b>	<b>13,212</b>
<b>IV. EXPENSES</b>			
(i) Finance costs	21	5,809	6,272
(ii) Impairment of financial instruments	22	1,518	4,208
(iii) Employee benefits expense	23	499	471
(iv) Depreciation, amortisation and impairment	24	268	296
(v) Other expenses	25	353	448
<b>Total expenses (IV)</b>		<b>8,447</b>	<b>11,695</b>
<b>V. Profit before tax (III-IV)</b>		<b>5,758</b>	<b>1,517</b>
<b>VI. Tax expense</b>			
(i) Current tax		1,671	1,504
(ii) Deferred tax	9.1	92	(372)
<b>Total tax expense (VI)</b>		<b>1,763</b>	<b>1,132</b>
<b>VII. Profit for the year (V-VI)</b>		<b>3,995</b>	<b>385</b>
<b>VIII. Other comprehensive income (OCI)</b>			
Items that will not be reclassified subsequently to statement of profit and loss:			
(i) Re-measurements of the defined benefit plans (refer note 28.B)		11	1
(iii) Income tax relating to items that will not be reclassified to statement of profit and loss	9.1	-	(*)
<b>Other comprehensive income/(loss) (VIII)</b>		<b>11</b>	<b>1</b>
<b>IX. Total comprehensive income for the year (VII+VIII)</b>		<b>4,006</b>	<b>386</b>
<b>X. Earnings per equity share (face value of ₹ 10 each)</b>			
Basic & Diluted (₹)	27.5	1.75	0.17
Corporate information and significant accounting policies	1&2		

\*₹ less than a lakh

See accompanying notes forming part of the financial statements  
 In terms of our report attached

For VENUGOPAL & CHENYO  
 CHARTERED ACCOUNTANTS

B. Satyanarayana Murthy  
 Partner

M.No: 08039

UDIN: 2008039AMKTFQ9191

Place: Hyderabad  
 Date: June 23, 2022

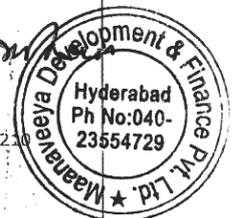
For and on behalf of the Board of Directors

G.Gouri Sankar  
 Managing Director  
 DIN: 06788500

Brij Mohan  
 Director  
 DIN: 00667210

B. Ram Babu  
 Chief Financial Officer

Place: Hyderabad/Gurgaon  
 Date: June 23, 2022



**MAANAVEEYA DEVELOPMENT & FINANCE PRIVATE LIMITED**  
(Indian Subsidiary of Oikocredit)

**Maanaveeya Development & Finance Private Limited**  
**Statement of changes in equity for the year ended March 31, 2022**  
(All amounts in ₹ Lakhs, unless otherwise stated)

**a. Equity share capital**

Particulars	No. of Shares	Amount
Balance as at April 1, 2020	22,86,52,712	22,865
Issue of shares during the year	-	-
<b>Balance as at March 31, 2021</b>	<b>22,86,52,712</b>	<b>22,865</b>
Issue of shares during the year	-	-
<b>Balance as at March 31, 2022</b>	<b>22,86,52,712</b>	<b>22,865</b>

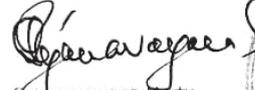
**b. Other equity**

Particulars	Reserves and Surplus			Total
	Special Reserve under Section 45-IC of the RBI Act, 1934	Securities premium	Retained Earnings	
Balance as at April 1, 2020	4,277	4,104	9,699	18,080
Profit for the year	-	-	385	385
Other comprehensive income /(loss) for the year (net of tax)	-	-	1	1
Transfer from Retained Earnings to Special Reserve	77	-	(77)	-
<b>Balance as at March 31, 2021</b>	<b>4,354</b>	<b>4,104</b>	<b>10,008</b>	<b>18,466</b>
Profit for the year	-	-	3,995	3,995
Other comprehensive income /(loss) for the year (net of tax)	-	-	11	11
Transfer from Retained Earnings to Special Reserve	799	-	(799)	-
<b>Balance as at March 31, 2022</b>	<b>5,153</b>	<b>4,104</b>	<b>13,215</b>	<b>22,472</b>

See accompanying notes forming part of the financial statements

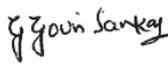
In terms of our report attached

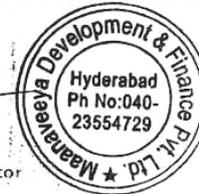
For **VENUGOPAL & CHENOY**  
CHARTERED ACCOUNTANTS

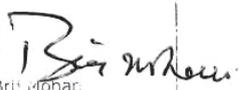
  
B. Sarwanarayana Murty  
Partner  
M.No: 018039  
UDIN: 03018039AMKTF09101

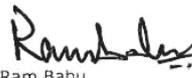


For and on behalf of the Board of Directors

  
G. Gouri Sankar  
Managing Director  
DIN: 06788500



  
Brij Mohan  
Director  
DIN: G066/210

  
B. Ram Babu  
Chief Financial Officer

Place: Hyderabad/Gurgaon  
Date: June 23, 2022

Place: Hyderabad  
Date: June 23, 2022

**Maanaveeya Development & Finance Private Limited**  
**Statement of cashflows for the year ended March 31, 2022**  
 (All amounts in ₹ Lakhs, unless otherwise stated)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
<b>A. Cash flow from operating activities</b>		
Profit before tax	5,758	1,517
<b>Adjustments for:</b>		
Depreciation, amortisation and impairment	268	296
Impairment of financial instruments	1,518	4,208
Provision for impairment on assets held for sale	-	145
Provision/Liabilities no longer required written back	-	(72)
Interest income on investments	(38)	(480)
	<b>1,748</b>	<b>4,097</b>
<b>Operating profit before working capital changes</b>	<b>7,506</b>	<b>5,614</b>
<b>Changes in working capital:</b>		
Adjustments for (increase) / decrease in operating assets		
Loans disbursed (net)	(34,069)	(15,372)
Other financial assets	(14)	(70)
Bank balances not considered as Cash and cash equivalents	(176)	58
Other non financial assets	-	1
Adjustments for increase / (decrease) in operating liabilities		
Trade payables	4	(1)
Provisions	(26)	58
Other non-financial liabilities	325	111
Others	315	(360)
	<b>(33,641)</b>	<b>(15,575)</b>
<b>Cash used in operations</b>	<b>(26,135)</b>	<b>(9,961)</b>
Net income-tax paid	(1,767)	(1,459)
<b>Net cash flow used in operating activities (A)</b>	<b>(27,902)</b>	<b>(11,420)</b>
<b>B. Cash flow from investing activities</b>		
Purchase of property, plant & equipment	(5)	(15)
Proceeds from sale of property, plant & equipment	-	*
Proceeds from sale of investments measured at FVTPL	-	72
Proceeds from sale of investments measured at amortised cost	3,000	-
Interest income on investments	41	480
<b>Net cash flow from investing activities (B)</b>	<b>3,036</b>	<b>537</b>
<b>C. Cash flow from financing activities</b>		
Proceeds from long-term borrowings	37,000	2,000
Repayment of long-term borrowings	(6,000)	(3,361)
Net (repayments)/proceeds from short term borrowings	(1,181)	1,181
<b>Net cash flow from / (used in) financing activities (C)</b>	<b>29,819</b>	<b>(180)</b>
<b>Net increase/ (decrease) in Cash and cash equivalents (A+B+C)</b>	<b>4,953</b>	<b>(11,063)</b>
Cash and cash equivalents at the beginning of the year	68	11,131
<b>Cash and cash equivalents at the end of the year (Refer Note 3)</b>	<b>5,021</b>	<b>68</b>

\* ₹ less than a lakh



**MAANAVEEYA DEVELOPMENT & FINANCE PRIVATE LIMITED**

(Indian Subsidiary of Oikocredit)

**Maanaveeya Development & Finance Private Limited****Statement of cashflows for the year ended March 31, 2022**

(All amounts in ₹ Lakhs, unless otherwise stated)

**Note:****Reconciliation of liabilities from financing activities for the year ended March 31, 2022**

Particulars	As at March 31, 2021	Proceeds	Repayment	Others*	As at March 31, 2022
Borrowings	69,618	37,000	(7,181)	315	99,752
<b>Total</b>	<b>69,618</b>	<b>37,000</b>	<b>(7,181)</b>	<b>315</b>	<b>99,752</b>

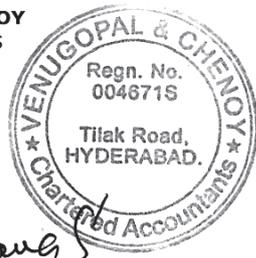
**Reconciliation of liabilities from financing activities for the year ended March 31, 2021**

Particulars	As at April 01, 2020	Proceeds	Repayment	Others*	As at March 31, 2021
Borrowings	70,158	3,181	(3,361)	(360)	69,618
<b>Total</b>	<b>70,158</b>	<b>3,181</b>	<b>(3,361)</b>	<b>(360)</b>	<b>69,618</b>

\* Changes on account of measurement of financial instruments at amortised cost

See accompanying notes forming part of the financial statements

In terms of our report attached

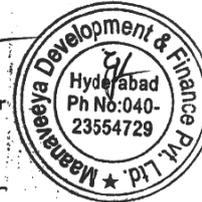
**For VENUGOPAL & CHENOY**  
CHARTERED ACCOUNTANTSB. Satyanarayana Murty  
Partner

*B. Satyanarayana Murty*  
M.No: 018039

Place: Hyderabad  
Date: June 23, 2022**For and on behalf of the Board of Directors**

*G. Gouri Sankar*  
G. Gouri Sankar  
Managing Director  
DIN: 06788500

*B. Rambabu*  
B. Rambabu  
Chief Financial Officer



*Brij Mohan*  
Brij Mohan  
Director  
DIN: 00667210

Place: Hyderabad/Gurgaon  
Date: June 23, 2022

UDIN: 20018039AMKTFQ9121

**Maanaveeya Development & Finance Private Limited**  
**Notes forming part of the Financial Statements**

(All amounts in ₹ Lakhs, unless otherwise stated)

**1 General Information**

Maanaveeya Development & Finance Private Limited ("the Company") was incorporated in August 2004. The Company is registered with Reserve Bank of India (RBI) as a Non-Banking Finance Company. The main objective is to carry on the business of financing development activities through long term loans and other means of financing for the purpose of agriculture development, industrial development, market linkage development, micro enterprise and micro finance, social development and asset financing.

The Company is promoted by Oikocredit Ecumenical Development Cooperative Society U.A (Oikocredit) and is one of the subsidiaries of Oikocredit, a more than four decades old global Development Finance Institution that responds to the needs of businesses that create jobs and income for the disadvantaged people.

**2 Basis of Presentation**

**(i) Statement of Compliance**

These financial statements comprise of the Balance Sheet, statement of profit and loss (including comprehensive income), the statement of cash flows, and the statement of changes in equity ("financial statements") have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Section 133 of the Companies Act, 2013 ("the Act"), Companies (Indian Accounting Standards) Rules, 2015 and relevant amendments rules issued thereafter.

**(ii) Basis of preparation and presentation**

These Financial Statements have been prepared on the historical cost basis, except for certain financial instruments which are measured at fair values at the end of each reporting period, and on accrual basis.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind AS 116 and measurements that have some similarities to fair value but are not fair value, such as value in use as per Ind AS 36.

In addition, for financial reporting purposes, fair value measurement are categorised into level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as under:

i) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

ii) Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and

iii) Level 3 inputs are unobservable for the asset or liability.

**(iii) Recognition of income and expense**

The Company earns revenue primarily from giving loans. Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

**(a) Interest income and expense**

Interest revenue is recognized using the effective interest method (EIR). The effective interest method calculates the amortized cost of a financial instrument and allocates the interest income or interest expense over the relevant period. The effective interest rate is the rate that discounts estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period, to the gross carrying amount of the financial asset or liability. The calculation takes into account all contractual terms of the financial instrument (for example, prepayment options) and includes any fees or incremental costs that are directly attributable to the instrument and are an integral part of the EIR, but not future credit losses.

The Company calculates interest income by applying the EIR to the gross carrying amount of financial assets other than credit-impaired assets. When a financial asset becomes credit-impaired and is, therefore, regarded as 'Stage 3', the Company calculates interest income by applying the effective interest rate to the net amortized cost of the financial asset. If the financial assets cures and is no longer credit-impaired, the Company reverts to calculating interest income on a gross basis. Interest expense includes issue costs that are initially recognized as part of the carrying value of the financial liability and amortized over the expected life using the effective interest method. These include fees and commissions payable to arrangers and other expenses such as external legal costs, provided these are incremental costs that are directly related to the issue of a financial liability.



**Maanaveeya Development & Finance Private Limited**  
**Notes forming part of the Financial Statements**  
(All amounts in ₹ Lakhs, unless otherwise stated)

(b) Lease Rental Income from assets leased are accounted on accrual basis.

(c) Interest income on deposits and debenture investments is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

(d) Other income

Dividend income is recognized when the Company's right to receive the payment is established, which is generally when the shareholders approve the dividend. All Other income recognized in the period they occur.

**(iv) Property, Plant and Equipment**

Property, Plant and Equipment are stated at cost less accumulated depreciation and accumulated impairment losses. Costs comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from tax authorities), any attributable expenditure on making the assets ready for intended use.

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible assets has been provided on the written down value method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of Solar Power Plant in whose case the life has been assessed as 25 years based on technical advice taking into account the nature of the asset, the estimated usage of the asset, the operating condition of the asset etc. Intangible assets are amortized over the estimated useful life of the asset, which is 3 years.

**Impairment of tangible assets**

The Company assesses at each reporting date whether there is an indication that an asset/cash generating unit may be impaired. If any indication exists the Company estimates the recoverable amount of such assets and if carrying amount exceeds the recoverable amount, impairment is recognised. The recoverable amount is the higher of the net selling price and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using an appropriate discount factor. When there is indication that previously recognised impairment loss no longer exists or may have decreased such reversal of impairment loss is recognised in the profit or loss.

**(v) Financial instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial assets and financial liabilities are recognized when the entity becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the relevant instrument and are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities measured at fair value through profit or loss) are added to or deducted from the fair value on initial recognition of financial assets or financial liabilities. Purchase or sale of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date when the Company commits to purchase or sell the asset.

**(A) Financial Assets**

**(a) Initial recognition:** Financial assets include Investments, Trade Loans, Security Deposits, Cash and Cash equivalents. Such assets are initially recognised at transaction price when the Company becomes party to contractual obligations. The transaction price includes transaction costs unless the asset is being fair valued through the Statement of Profit and Loss.

All recognised financial assets are subsequently measured at their amortised costs or fair value, depending on the classification of financial assets.

Management determines the classification of an asset at initial recognition depending on the purpose for which the assets were acquired. The subsequent measurement of financial assets depends on such classification.

**(b) Classification of Financial assets:**

- amortised cost, where the financial assets are held solely for collection of cash flows arising from payments of principal and / or interest.
- fair value through other comprehensive income (FVTOCI), where the financial assets are held not only for collection of cash flows arising from payments of principal and interest but also from the sale of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income.
- fair value through profit or loss (FVTPL), where the assets are managed in accordance with an approved investment strategy that triggers purchase and sale decisions based on the fair value of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in the Statement of Profit and Loss in the period in which they arise.



**Maanaveeya Development & Finance Private Limited**  
**Notes forming part of the Financial Statements**

(All amounts in ₹ Lakhs, unless otherwise stated)

Loans, Security Deposits, Cash and Cash equivalents etc. are classified for measurement at amortised cost while investments may fall under any of the aforesaid classes. However, in respect of particular investments in equity instruments that would otherwise be measured at fair value through profit or loss, an irrevocable election at initial recognition may be made to present subsequent changes in fair value through other comprehensive income.

**(c) Impairment:** The Company assesses at each reporting date whether a financial asset (or a group of financial assets) such as investments, trade receivables, advances and security deposits held at amortized cost and financial assets that are measured at fair value through other comprehensive income are tested for impairment based on evidence or information that is available without undue cost or effort.

The Company recognises Impairment allowance for expected credit losses (ECL) on Financial Assets held at amortized cost in accordance with IND AS 109. The Company also computes the provision for non-performing assets (NPA) as per IRAC norms of RBI. The higher of the two is recorded in the books.

ECL is the difference between all contractual cash flows that are due to the company in accordance with the contract and all the cash flows that the company expects to receive (i.e., all cash shortfalls), discounted at the original effective interest rate.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial asset, which are assessed and loss allowances recognised if the credit quality of the financial asset has deteriorated significantly since initial recognition. 12 months ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months from the reporting date.

The company applies a three-stage approach to measuring expected credit losses (ECLs) for financial assets at amortised cost.

**Measurement of ECLs**

Expected Credit Loss is computed as follows = Gross EAD \* PD\* LGD

The Exposure at Default ("EAD") is an estimate of the exposure (gross carrying amount), at a future default date, taking into account expected changes in the exposure after the reporting date, including repayments.

The Probability of Default ("PD") is an estimate of the likelihood of default over a given time horizon. A default may only happen at a certain time over the assessed period, if the facility has not been previously derecognised and is still in the portfolio.

The Loss Given Default ("LGD") is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, including from the realisation of any collateral. It is usually expressed as a percentage of the Exposure at Default.

To calculate the ECL, the Company assesses the possible default events of EAD at various Stages. The Company has broadly followed the following approach to compute ECL.

The Loans exposure is broadly classified into 3 pools: MFI loans, SME Loans and Renewable energy loans, The EAD is categorised based on respective Past Due status as given below :

**Stage 1: 12-months ECL**

All exposures where there has not been a significant increase in credit risk since initial recognition or that has low credit risk at the reporting date and that are not credit impaired upon origination are classified under this stage. The Company has assessed that all standard Loans and investments upto 30 days default would fall under this category.

For these assets, 12-month ECL are recognized and interest revenue is calculated on the gross carrying amount of the asset (that is, without deduction for credit allowance).

**Stage 2: Lifetime ECL – not credit impaired**

Financial instruments that have had a significant increase in credit risk since initial recognition are classified under this stage. 30 Days Past Due upto 90 Days is considered as significant increase in credit risk and classified under this category. For these assets, lifetime ECL are recognized, but interest revenue is still calculated on the gross carrying amount of the asset.



**Maanaveeya Development & Finance Private Limited**  
**Notes forming part of the Financial Statements**  
(All amounts in ₹ Lakhs, unless otherwise stated)

**Stage 3: Lifetime ECL – credit impaired**

All exposures greater than 90 Days Past due assessed as credit impaired when one or more events that have a detrimental impact on the estimated future cash flows of that asset have occurred are classified in this stage. For exposures that have become credit impaired, a lifetime ECL is recognised. Interest revenue is recognized on actual realization in line with prudential norms.

The Company has established a policy to perform an assessment, at the end of each reporting period, of whether a financial assets credit risk has increased significantly since initial recognition, by considering the change in the risk of defaults occurring over the remaining life of the financial assets.

The measurement of ECL reflects:

- a) An unbiased and probability weighted amount that is determined by evaluating a range of possible outcomes
- b) Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events and current conditions.

**Presentation of allowance for ECL in the statement of financial position:**

Loss allowances for ECL in respect of financial assets measured at amortised cost are presented as a deduction from the gross carrying amount of the assets in the statement of financial position.

**(d) Write-off**

Loans and debt investments are written off (either partially or in full) when there is no realistic prospect of recovery. This is generally the case when the Company determines that the borrower does not have the financial ability to repay the amounts subject to the write-off. All such write-offs are charged to the Profit and Loss Statement. Any subsequent recoveries against such loans are credited to the statement of profit and loss.

**(e) Forward looking information**

While estimating the expected credit losses, the Company reviews macro-economic developments occurring in the economy and market it operates in. On a periodic basis, the Company analyses if there is any relationship between key economic trends like GDP, Unemployment rates, Benchmark rates set by the Reserve Bank of India, inflation etc. with the estimate of PD, LGD determined by the Company based on its internal data. While the internal estimates of PD, LGD rates by the Company may not be always reflective of such relationships, temporary overlays are embedded in the methodology to reflect such macro-economic trends reasonably.

**(f) Impairment on Non-financial assets:**

The carrying amount of assets is reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets, net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

**(g) Reclassification:** When and only when the business model is changed, the Company shall reclassify all affected financial assets prospectively from the reclassification date as subsequently measured at amortised cost, fair value through other comprehensive income, fair value through profit or loss without restating the previously recognized gains, losses or interest and in terms of the reclassification principles laid down in the Ind AS relating to Financial Instruments.

**(h) De-recognition:** Financial assets are derecognised when the right to receive cash flows from the assets has expired, or has been transferred, and the Company has transferred substantially all of the risks and rewards of ownership. Concomitantly, if the asset is one that is measured at:

- amortised cost, the gain or loss is recognised in the Statement of Profit and Loss.
- fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment in which case the cumulative fair value adjustments previously taken to reserves is reclassified within equity.



**Maanaveeya Development & Finance Private Limited**  
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**(B) Financial Liabilities**

The Company's financial liabilities include Borrowings, trade payables and other financial liabilities. Borrowings, trade payables and other financial liabilities are initially recognised at the value of the respective contractual obligations. They are subsequently measured at amortised cost and in case of borrowings, net of direct attributable transaction costs if any. Any discount or premium on redemption / settlement is recognised in the Statement of Profit and Loss as finance cost over the life of the liability using the effective interest method and adjusted to the liability figure disclosed in the Balance Sheet. Financial liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry.

**(vi) Employee Benefits**

**(a) Defined Contribution Plans**

Contribution paid/payable to defined contribution plans comprises provident fund for certain employees covered under the scheme are recognised in the profit or loss each year when employees have rendered services entitling them to the contributions.

**(b) Defined Benefit Plans**

The Company's Gratuity Scheme for its employees is a defined benefit retirement plan. Obligation under the gratuity scheme is covered under a Scheme of PNB MetLife India Insurance Company Limited and contributions in respect of such scheme are recognized in the profit or loss. The cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of the reporting period.

Defined benefit costs are categorised as follows:

- service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- net interest expense or income; and
- remeasurement

The Company presents the first two components of defined benefit costs in profit or loss in the line item 'Employee benefits expense'. Curtailment gains and losses are accounted for as past service costs. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset.

'Remeasurement, comprising actuarial gain and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognised in the comprehensive income in the period in which they occur. Remeasurement recognised in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss.

**(c) Short-Term Employee Benefits**

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service. The cost of such compensated absences is accounted as under:

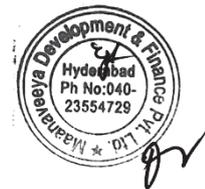
- i) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and
- ii) in case of non-accumulating compensated absences, when the absences occur.

**(d) Long-term employee benefits**

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as an actuarially determined liability at the present value of the obligation at the balance sheet date.

**(vii) Earnings per Share**

The Company presents basic and diluted earnings per share ("EPS") for its equity shares. Basic EPS is calculated by dividing the profit or loss attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all dilutive potential equity shares.



**Maanaveeya Development & Finance Private Limited**  
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(All amounts in ₹ Lakhs, unless otherwise stated)

**(viii) Taxation**

Income tax expense represent the sum of the current tax and deferred tax.

**Current tax**

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

**Deferred tax**

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary differences arise from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognized if the temporary difference arises from the initial recognition of goodwill.

'The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

'Deferred tax assets include Minimum Alternate Tax ("MAT") paid in accordance with the tax laws in India, which gives future economic benefits in the form of availability of set off against future income tax liability. Accordingly, MAT is recognized as deferred tax asset in the Balance sheet when the asset can be measured reliably and it is probable that the future economic benefits associated with the asset will be realized.

Minimum Alternate Tax (MAT) Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax for the year. The deferred tax asset is recognized for MAT credit available only to the extent that it is probable that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Company recognizes MAT credit as an asset, it is created by way of credit to the statement of profit and loss and shown as part of deferred tax asset. The Company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent that it is no longer probable that it will pay normal tax during the specified period.

**Current tax and deferred tax for the year:**

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity, respectively.

**(ix) Provisions and contingencies**

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

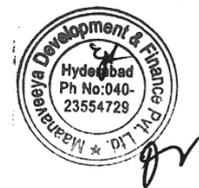
The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

**Contingent Liability and Assets :**

Contingent liability is disclosed for (i) Possible obligations which will be confirmed only by future events not wholly within the control of the Company or (ii) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent assets are not recognized in the financial statements since this may result in the recognition of income that may never be realized.



**Maanaveeya Development & Finance Private Limited**  
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(All amounts in ₹ Lakhs, unless otherwise stated)

**(x) Leases**

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognized as operating leases. Lease rentals under operating leases are recognized in the Statement of Profit and Loss on a straight-line basis over the lease term.

The Company, at the inception of a contract, assesses whether the contract is a lease or not. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a time in exchange for a consideration. This policy has been applied to contracts existing and entered into on or after April 1, 2019.

The Company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the Company's incremental borrowing rate. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Company's estimate of the amount expected to be payable under a residual value guarantee, or if the Company changes its assessment of whether it will exercise a purchase, extension or termination option. When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

The Company has elected not to recognise right-of-use assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets. The Company recognises the lease payments associated with these leases as an expense over the lease term.

**(xi) Cash and Cash Equivalents (for the purpose of cash flow statement)**

Cash and cash equivalent in the balance sheet comprise demand deposits with bank and Cash on hand, short-term deposits with an original maturity of three months or less including lien marked deposits with Banks and others with respect to loans availed by Company. These balances are subject to an insignificant risk of changes in value.

Bank Balances other than cash and cash equivalents include term deposits held with an original maturity more than 3 months and includes lien marked deposits with Banks and others with respect to loans availed by Company.

**(xii) Cash flow statement**

Cash flows are reported using the indirect method, whereby profit / (loss) after extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information

**(xiii) Functional and presentation currency**

The financial statements are presented in Indian Rupee (₹) which is the functional currency of the Company and the currency of the primary economic environment in which Company operates.

**(xiv) Assets Held for Sale:**

The company classifies certain assets held for sale if their carrying amounts will be recovered principally through a sale rather than through continuing use. In its normal course of business whenever default occurs, the Company may take possession of properties. The properties under legal repossessions process are not recorded on the balance sheet as loans and are treated as non-current assets held for sale. The company currently records them in the financial statement at lower of loan amount outstanding or recoverable value as per the valuation report, Any deficit is transferred to statement of profit or loss account.

**(xv) Critical Accounting Judgements and Key Sources of Estimation Uncertainty**

In the application of the Company's accounting policies which is described above, the Management of the Company are required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

In particular, information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are included in the following notes:

- Useful lives of Property, plant and equipment (Refer Note iv)
- Impairment of financial assets based on Expected Credit Loss model (Refer Note v)
- Assets and obligations relating to employee benefits (Refer Note vi)
- Valuation and measurement of income taxes and deferred taxes (Refer Note viii)



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**Maanaveeya Development & Finance Private Limited**  
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**Note -3 : Cash and cash equivalents**

Particulars	As at March 31, 2022	As at March 31, 2021
Cash on hand	*	*
Balances with banks:		
- In Current accounts	3,020	68
- In Overdraft accounts	2,001	-
<b>Total:</b>	<b>5,021</b>	<b>68</b>
Of the above, balances that meet the definition of cash and cash equivalents as per Ind AS-7	5,021	68
* Cash on hand ₹618 (as at March 31, 2021 - ₹10,215)		

**Note -4 : Bank balances other than (Note - 3) above**

Particulars	As at March 31, 2022	As at March 31, 2021
Balances with banks:		
- In Deposit accounts with an original maturity more than 3 months	176	-
<b>Total:</b>	<b>176</b>	<b>-</b>

**Note -5 : Loans**

Particulars	As at March 31, 2022	As at March 31, 2021
<b>Term loans at amortised cost</b>		
Secured and considered good (Refer note (i), (iii), (iv) & (v) below)	1,21,909	93,179
Less: Impairment loss allowance	(328)	(379)
Unsecured, considered good (Refer note (i), (iv) & (v) below)	12,477	10,495
Less: Impairment loss allowance	(30)	(94)
Doubtful (Refer note (ii), (iii), (iv) & (v) below)	4,148	2,967
Less: Impairment loss allowance	(1,730)	(2,273)
<b>Term loans sub total(i)</b>	<b>1,36,446</b>	<b>1,03,895</b>
Lease income accrued but not due (ii)	119	119
<b>Total (i+ii):</b>	<b>1,36,565</b>	<b>1,04,014</b>
<b>Notes:</b>		
(i) Represents assets classified under stage I and stage II in accordance with Company's asset classification policy		
(ii) Represents assets classified under stage III in accordance with Company's asset classification policy		
(iii) Secured by way of book debts, properties and inventories of the borrowers as applicable		
(iv) All the above mentioned loans given with in India and also given to the sectors which are in other than public sector.		
(v) Also refer note 29.8 & 33		

**(A) Reconciliation of impairment of allowance on Loans**

Particulars	As at March 31, 2022	As at March 31, 2021
Impairment allowance as at beginning of the year	(2,746)	(1,434)
Add: Impairment allowance provided in statement of Profit & Loss (Refer note 22)	(1,518)	(4,208)
Less: Loans written-off against impairment allowance	2,176	2,896
Impairment allowance as at year end	<b>(2,088)</b>	<b>(2,746)</b>



**Maanaveeya Development & Finance Private Limited**  
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 (All amounts in ₹ Lakhs, unless otherwise stated)

**(B)(i) Analysis of changes in the gross carrying amount and corresponding ECL allowances in relation to term loans as at March 31, 2022**

Particulars	Stage 1	Stage 2	Stage 3	Total
<b>Gross carrying value of loans as at March 31, 2021</b>	1,02,394	1,280	2,967	1,06,641
a) New assets originated or purchased	91,240	-	-	91,240
b) Assets derecognised or repaid (excluding write-offs)#	(56,876)	-	(295)	(57,171)
c) Assets written-off during the year	-	-	(2,176)	(2,176)
Transfers during the year				
Transfers to Stage 1	-	-	-	-
Transfers to Stage 2	-	-	-	-
Transfers to Stage 3	(2,372)	(1,280)	3,652	-
<b>Gross carrying value of loans as at March 31, 2022</b>	<b>1,34,386</b>	<b>-</b>	<b>4,148</b>	<b>1,38,534</b>

#represents the balancing figure

Particulars	Stage 1	Stage 2	Stage 3	Total
<b>Impairment loss allowance as at March 31, 2021</b>	349	124	2,273	2,746
a) New assets originated or purchased	277	-	-	277
b) Assets derecognised or repaid (excluding write-offs)#	(154)	-	(23)	(177)
c) Assets written-off during the year	-	-	(2,176)	(2,176)
Transfers during the year				
Transfers to Stage 1	-	-	-	-
Transfers to Stage 2	-	-	-	-
Transfers to Stage 3	(114)	(124)	238	-
Impact on ECL on account of Movement between stages	-	-	1,418	1,418
<b>Impairment loss allowance as at March 31, 2022</b>	<b>358</b>	<b>-</b>	<b>1,730</b>	<b>2,088</b>

#represents the balancing figure

**(B)(ii) Analysis of changes in the gross carrying amount and corresponding ECL allowances in relation to term loans as at March 31, 2021**

Particulars	Stage 1	Stage 2	Stage 3	Total
<b>Gross carrying value of loans as at April 1, 2020</b>	89,383	2,870	1,912	94,165
a) New assets originated or purchased	64,630	-	-	64,630
b) Assets derecognised or repaid (excluding write-offs)#	(48,978)	-	(280)	(49,258)
c) Assets written-off during the year	-	-	(2,896)	(2,896)
Transfers during the year				
Transfers from Stage 1	46	(46)	-	-
Transfers from Stage 2	(1,280)	1,280	-	-
Transfers from Stage 3	(1,407)	(2,824)	4,231	-
<b>Gross carrying value of loans as at March 31, 2021</b>	<b>1,02,394</b>	<b>1,280</b>	<b>2,967</b>	<b>1,06,641</b>

#represents the balancing figure

Particulars	Stage 1	Stage 2	Stage 3	Total
<b>Impairment loss allowance as at April 1, 2020</b>	307	489	638	1,434
a) New assets originated or purchased	158	-	-	158
b) Assets derecognised or repaid (excluding write-offs)#	(116)	-	-	(116)
c) Assets written-off during the year	-	-	(2,896)	(2,896)
Transfers during the year				
Transfers from Stage 1	9	(9)	-	-
Transfers from Stage 2	(4)	4	-	-
Transfers from Stage 3	(5)	(480)	485	-
Impact on ECL on account of Movement between stages	-	120	4,046	4,166
<b>Impairment loss allowance as at March 31, 2021</b>	<b>349</b>	<b>124</b>	<b>2,273</b>	<b>2,746</b>

#represents the balancing figure



**MAANAVEEYA DEVELOPMENT & FINANCE PRIVATE LIMITED**  
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**Note -6 : Investments**

Particulars	As at March 31, 2022	As at March 31, 2021
<b>Equity Instruments ( FVTPL )</b>		
a) 16,294, (As at March 31, 2021 - 16,294) Equity Shares of ₹10 each in Share Microfin Limited Less: Allowance for impairment loss	2 (2)	2 (2)
b) Nil (As at March 31, 2021- 3,000,000) Equity Shares of ₹10 each in Shalom Microfinance Ltd Less: Investments written off against impairment allowance Less: Allowance for impairment loss	300 (300) -	300 (300) -
<b>Preference Shares ( FVTPL )</b>		
c) Nil (As at March 31, 2021 - Nil), 0.001% Optionally Convertible Cumulative Redeemable Preference Shares of ₹10 each in Asmitha Microfin Limited Less: Redeemed during the year Less: Investments written off against impairment allowance Less: Allowance for impairment loss	- - - -	75 (72) (3) -
<b>Debentures - Quoted (at Amortised Cost)</b>		
d) Nil (As at March 31, 2021 - 300) 16% Unsecured, Non-convertible debentures (NCDs) of ₹10 lakh each in Equitas Small Finance Bank Limited	-	3,003
<b>Total:</b>	-	<b>3,003</b>
Aggregate amount of allowance for impairment loss	2	302

**Note -7 : Other financial assets (at amortised cost)**

Particulars	As at March 31, 2022	As at March 31, 2021
<b>Unsecured, considered good</b>		
Security deposits	4	3
Other assets (Includes ₹ 49 lakhs (As at March 31, 2021: ₹ 36 lakhs) receivable from related party (Refer note 27.3c))	49	36
<b>Total:</b>	<b>53</b>	<b>39</b>

**Note -8 : Current tax assets**

Particulars	As at March 31, 2022	As at March 31, 2021
Advance income tax [net off provision of ₹ 9,193 lakhs (March 31, 2021: ₹ 7,522 lakhs)]	1,283	1,187
<b>Total:</b>	<b>1,283</b>	<b>1,187</b>



**Maanaveeya Development & Finance Private Limited**  
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 (All amounts in ₹ Lakhs, unless otherwise stated)

**Note 9 : Deferred tax assets/(liabilities)**

Particulars	As at March 31, 2022	As at March 31, 2021
Deferred tax assets	936	1,041
Deferred tax liabilities	(431)	(444)
<b>Net deferred tax assets/ (liabilities)</b>	<b>505</b>	<b>597</b>

**Note: 9.1: For the year ended March 31, 2022**

Particulars	Opening Balance	Recognised in profit and loss account	Recognised in OCI	Closing Balance
<b>Deferred tax assets</b>				
Impairment loss allowance on loans	691	(165)	-	526
Impairment loss on Assets held for sale	163	-	-	163
Other timing differences	187	60	-	247
	<b>1,041</b>	<b>(105)</b>	<b>-</b>	<b>936</b>
<b>Deferred tax liabilities</b>				
Property, plant and equipment	(444)	13	-	(431)
	<b>(444)</b>	<b>13</b>	<b>-</b>	<b>(431)</b>
<b>Net deferred tax assets/ (liabilities)</b>	<b>597</b>	<b>(92)</b>	<b>-</b>	<b>505</b>

**For the year ended March 31, 2021**

Particulars	Opening Balance	Recognised in profit and loss account	Recognised in OCI	Closing Balance
<b>Deferred tax assets</b>				
Impairment loss allowance on loans	361	330	-	691
Impairment loss on Assets held for sale	127	36	-	163
Other timing differences	167	20	*	187
	<b>655</b>	<b>386</b>	<b>*</b>	<b>1,041</b>
<b>Deferred tax liabilities</b>				
Property, plant and equipment	(430)	(14)	-	(444)
	<b>(430)</b>	<b>(14)</b>	<b>-</b>	<b>(444)</b>
<b>Net deferred tax assets/ (liabilities)</b>	<b>225</b>	<b>372</b>	<b>*</b>	<b>597</b>

\* ₹ less than a lakh

**Note 9.2 : Reconciliation of tax expense and the accounting profit multiplied by India's tax rate:**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Profit/(loss) before tax	5,758	1,517
<b>Tax at the Indian tax rate of 25.168% (2020-21 : 25.168%)</b>	<b>1,449</b>	<b>382</b>
Effect of expenses that are not deductible in	318	768
Effect of income i.e. exempt from tax	-	(18)
Reversal of provision for tax related to previous years	(4)	-
<b>Total Income Tax Expense</b>	<b>1,763</b>	<b>1,132</b>

**Note:**

During the previous year onwards, the Company elected to exercise the option permitted under Section 115BAA of the Income tax Act, 1961, as introduced by the Taxation Laws (Amendment) Act, 2019. Accordingly, the Company has recognized provision for Income Tax for year ended March 31, 2021 & March 31, 2022.

**Note -10A : Other non-financial assets**

Particulars	As at March 31, 2022	As at March 31, 2021
Prepaid expenses	7	6
Capital advances	-	1
<b>Total:</b>	<b>7</b>	<b>7</b>

**Note -10B : Assets held for sale**

Particulars	As at March 31, 2022	As at March 31, 2021
Assets acquired in satisfaction of claims and Held for sale	873	873
Less: Provision for Impairment	648	648
<b>Total:</b>	<b>225</b>	<b>225</b>



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**Note - 11A Property, plant and equipment**

Particulars	Solar Power Plant (Under Operating Lease)	Furniture & Fixtures	Office Equipment	Computers	Total
<b>At cost</b>					
<b>Balance as at April 1, 2020</b>	<b>3,420</b>	<b>10</b>	<b>11</b>	<b>22</b>	<b>3,463</b>
Additions	-	-	1	12	13
Disposals	-	-	-	(1)	(1)
<b>Balance as at March 31, 2021</b>	<b>3,420</b>	<b>10</b>	<b>12</b>	<b>33</b>	<b>3,475</b>
Additions	1	-	-	5	6
Disposals/write-off	-	(2)	(6)	(20)	(28)
<b>Balance as at March 31, 2022</b>	<b>3,421</b>	<b>8</b>	<b>6</b>	<b>18</b>	<b>3,453</b>
<b>Accumulated Depreciation</b>					
<b>Balance as at April 1, 2020</b>	<b>838</b>	<b>8</b>	<b>9</b>	<b>21</b>	<b>876</b>
Charge for the year	291	*	1	3	295
Disposals	-	-	-	(1)	(1)
<b>Balance as at March 31, 2021</b>	<b>1,129</b>	<b>8</b>	<b>10</b>	<b>23</b>	<b>1,170</b>
Charge for the year	259	*	1	7	267
Disposals/write-off	-	(2)	(6)	(19)	(27)
<b>Balance as at March 31, 2022</b>	<b>1,388</b>	<b>6</b>	<b>5</b>	<b>11</b>	<b>1,410</b>
<b>Net Carrying Amount</b>					
Balance as at March 31, 2021	2,291	2	2	10	2,305
Balance as at March 31, 2022	2,033	2	1	7	2,043

\* ₹ less than a lakh

**Note - 11B Intangible assets**

Particulars	Computer Software	Total
<b>At cost</b>		
<b>Balance as at April 1, 2020</b>	<b>5</b>	<b>5</b>
Additions	1	1
Disposals	*	*
<b>Balance as at March 31, 2021</b>	<b>6</b>	<b>6</b>
Additions	-	-
Disposals/write-off	(4)	(4)
<b>Balance as at March 31, 2022</b>	<b>2</b>	<b>2</b>
<b>Accumulated Amortisation</b>		
<b>Balance as at April 1, 2020</b>	<b>4</b>	<b>4</b>
Charge for the year	1	1
Disposals	*	*
<b>Balance as at March 31, 2021</b>	<b>5</b>	<b>5</b>
Charge for the year	1	1
Disposals/write-off	(4)	(4)
<b>Balance as at March 31, 2022</b>	<b>2</b>	<b>2</b>
<b>Net Carrying Amount</b>		
Balance as at March 31, 2021	1	1
Balance as at March 31, 2022	*	*

\* ₹ less than a lakh



**Maanaveeya Development & Finance Private Limited**  
**Notes forming part of the financial statements**  
 (All amounts in ₹ Lakhs, unless otherwise stated)

**Note -12 : Trade Payables aging schedule**

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
<b>As at March 31, 2022</b>					
Micro enterprises and small enterprises*	-	-	-	-	-
Others	39	-	-	-	39
Disputed dues – MSME	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-
<b>Total:</b>	<b>39</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>39</b>
<b>As at March 31, 2021</b>					
Micro enterprises and small enterprises*	-	-	-	-	-
Others	35	-	-	-	35
Disputed dues – MSME	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-
<b>Total:</b>	<b>35</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>35</b>

\* Refer note 27.6 for detailed disclosures related to Micro enterprises and small enterprises

**Note -13 : Borrowings**

Particulars	As at March 31, 2022	As at March 31, 2021
<b>At Amortised Cost</b>		
<b>(a) Term loans</b>		
(i) Secured From Banks (Refer Note 13.1 below)	16,352	12,752
(ii) Unsecured From Banks (Refer Note 13.2 below)	6,002	-
<b>(b) Loans from related parties</b>		
Unsecured (Refer Note 13.3 below)	77,398	55,685
(c) Loans payable on demand From Banks - Overdraft (Secured by way of book debts)	-	1,181
<b>Total:</b>	<b>99,752</b>	<b>69,618</b>
Borrowings in India	22,354	13,933
Borrowings outside in India	77,398	55,685

**Notes: Security / terms and conditions of repayment**

**Note: 13.1**

i) Term loan in 3 tranches of ₹3000 lakhs, ₹3000 lakhs and ₹4000 lakhs was availed during the financial year 2019-20 from Cooperative Rabobank U.A. and is repayable in 5 equal quarterly instalments commencing from September 19, 2023 and carries floating interest rates which shall be equal to the sum of the benchmark rate and the margin on the loans on outstanding for each interest period, payable on each interest payment date, till the final maturity date. There are 5 (March 31, 2021 - 5) quarterly instalments outstanding as of reporting date. The loan is secured by way of charge on book debts. In respect of this loan, Oikocredit Ecumenical Development Cooperative Society U.A. has given a guarantee.

ii) Term loan of ₹1500 lakhs from Federal Bank Limited was availed during the financial year 2019-20 and is repayable in 10 equal quarterly instalments commencing from March 27, 2020 and carries interest of 9.50% per annum. There are 1 (March 31, 2021 - 5) quarterly instalments outstanding as on reporting date. The loan is secured by way of first exclusive charge on book debts.

iii) Term loan of ₹2000 lakhs from Federal Bank Limited was availed during the financial year 2020-21 and is repayable in 10 equal quarterly instalments commencing from June 26, 2021 and carries interest of 8.50% per annum. There are 6 (March 31, 2021 - 10) quarterly instalments outstanding as on reporting date. The loan is secured by way of first exclusive charge on book debts.

iv) Term loan of ₹2000 lakhs from Federal Bank Limited was availed during the year and is repayable in 10 equal quarterly instalments commencing from June 28, 2022 and carries floating interest rate equals to sum of Repo rate and margin of 4.4%(currently 8.40% per annum). There are 10 quarterly instalments outstanding as on reporting date. The loan is secured by way of first exclusive charge on book debts.

v) Term loan of ₹3000 lakhs from Indian Overseas Bank was availed during the year and is repayable in 10 equal quarterly instalments commencing from June 30, 2022 and carries interest of 8.50% per annum. There are 10 quarterly instalments outstanding as on reporting date. The loan is secured by way of first exclusive charge on book debts.

vi) Interest accrued but not due against above borrowings as at March 31, 2022 of ₹ 2 lakhs (March 31, 2021: ₹ 2 lakhs).



**MAANAVEEYA DEVELOPMENT & FINANCE PRIVATE LIMITED**  
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**Note: 13.2**

i) Short term loan of ₹ 7000 lakhs was availed during the year from Cooperative Rabobank U.A. and is repayable in 7 monthly instalments commencing from March 31, 2022 and carries floating interest rates which shall be equal to the sum of the benchmark rate and the margin on the loans on outstanding for each interest period, payable on each interest payment date, till the final maturity date. There are 6 outstanding monthly instalments as of reporting date. In respect of this loan, Oikocredit Ecumenical Development Cooperative Society U.A. has given a guarantee.

ii) Interest accrued but not due against above borrowings as at March 31, 2022 of ₹ 2 Lakhs (March 31, 2021: ₹ Nil).

**Note: 13.3**

i) Unsecured External commercial borrowing "(ECB)" in Indian currency of ₹15000 lakhs from Oikocredit Ecumenical Development Co-operative Society U.A was availed during the financial year 2017-18 for a period of 8 years and carries interest rate of 9.30% per annum net of withholding tax for the first three years and is to be revised thereafter for every 3 years (interest rate revised to 8.59% per annum net of withholding tax wef February 16, 2021). The entire loan is repayable in 3 yearly instalments in the ratio of 30:30:40 starting from February 2024.

ii) Unsecured External commercial borrowing "(ECB)" in Indian currency of ₹15000 lakhs from Oikocredit Ecumenical Development Co-operative Society U.A was availed during the financial year 2019-20 for a period of 6 years and carries interest rate of 9.60% per annum net of withholding tax for the first two years and is to be revised thereafter for every 2 years (interest rate revised to 6.37% per annum net of withholding tax wef October 11, 2020). The entire loan is repayable in 3 yearly instalments in the ratio of 30:30:40 starting from October 2022.

iii) Unsecured External commercial borrowing "(ECB)" in Indian currency of ₹25000 lakhs from Oikocredit Ecumenical Development Co-operative Society U.A was availed during the financial year 2019-20 for a period of 6 years and carries interest rate of 9.70% per annum net of withholding tax for the first two years and is to be revised thereafter for every 2 years (interest rate revised to 7.29% per annum net of withholding tax wef December 20, 2020). The entire loan is repayable in 7 half yearly instalments of ₹3600 lakhs each except for last instalment of ₹3400 lakhs starting from December 2021. There are 6 (March 2021: 7) half yearly instalments outstanding as on reporting date.

iv) Unsecured External commercial borrowing "(ECB)" in Indian currency of ₹25000 lakhs from Oikocredit Ecumenical Development Cooperative Society U.A was availed during the year for a period of 6.5 years and carries interest rate of 8.85% per annum net of withholding tax. The loan is repayable in 6 half yearly instalments starting from December 2025 of ₹4000 lakhs each except for last instalment of ₹5000 lakhs.

iv) Interest accrued but not due against above ECB's as at March 31, 2022 of ₹ 998 (March 31, 2021: ₹ 685 lakhs).

**Note: 13.4.** The Company has not defaulted in the repayment of dues to Banks and financial institutions.

**Note: 13.5.** The quarterly returns or statements of current assets filed by the Company with Banks are in agreement with the books of accounts.

**Note -14 : Provisions**

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Provision for gratuity (Refer note 28.B)	14	46
Provision for compensated absence	15	14
Provision for unspent CSR expenses (Refer note 34)	37	43
<b>Total:</b>	<b>66</b>	<b>103</b>

**Note -15 : Other non-financial liabilities**

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Advances Received	145	25
Statutory dues payable	210	164
Security deposits	329	170
<b>Total:</b>	<b>684</b>	<b>359</b>



**Maanaveeya Development & Finance Private Limited**  
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**Note -16A: Share capital**

	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	₹ in Lakhs	No. of Shares	₹ in Lakhs
<b>Authorized:</b> Equity Shares of ₹10 each	23,00,00,000	23,000	23,00,00,000	23,000
<b>Total:</b>	<b>23,00,00,000</b>	<b>23,000</b>	<b>23,00,00,000</b>	<b>23,000</b>
<b>Issued, Subscribed and fully Paid up:</b> Equity Shares of ₹10 each	22,86,52,712	22,865	22,86,52,712	22,865
<b>Total:</b>	<b>22,86,52,712</b>	<b>22,865</b>	<b>22,86,52,712</b>	<b>22,865</b>

Note:

16.1 Reconciliation of number of equity shares and amounts outstanding at the beginning and at end of the year:

Particulars	No. of Shares	Amount
<b>Balance as at March 31, 2021</b>	<b>22,86,52,712</b>	<b>22,865</b>
Issue of shares during the year	-	-
<b>Balance as at March 31, 2022</b>	<b>22,86,52,712</b>	<b>22,865</b>

**16.2 Number of shares held by the shareholders holding more than 5% of the share capital:**

As at March 31, 2022, Oikocredit Ecumenical Development Cooperative Society U.A and its nominees ("parent entity") held 228,652,712 (March 31, 2021: 228,652,712 ) equity shares of ₹10 each fully paid-up representing 100% of the paid up capital.

**16.3 Shareholding of promoters:**

Promoter name	Shares held at March 31, 2022		Percentage change during the year ended March 31, 2022
	No. of Shares	% of total shares	
Oikocredit Ecumenical Development Co-operative Society U.A (and its nominee)	22,86,52,712	100%	Nil

**16.4 Rights of share holders:**

The Company has one class of Equity shares having a Par Value of ₹10 each and holder of Equity shares is entitled to one vote per share. The dividend proposed, if any, by the Board of Directors is subject to the approval of shareholders in ensuing Annual General Meeting. In the event of liquidation Equity shareholder is eligible to receive the remaining amounts of the Company after distribution of all preferential amounts in proportion to their shareholding.

**16B. Other equity**

Particulars	As at March 31, 2022	As at March 31, 2021
<b>Reserves and surplus</b>		
Securities premium (Refer Note (a) below)	4,104	4,104
Special reserve (Refer Note (b) below)	5,153	4,354
Retained earnings (Refer Note (c) below)	13,215	10,008
<b>Total</b>	<b>22,472</b>	<b>18,080</b>

Note:

**(a) Securities premium**

Amounts received on issue of shares in excess of the par value has been classified as securities premium. The reserve is utilised in accordance with the provisions of the Companies Act, 2013.

**(b) Special reserve**

As per Section 45-IC of the Reserve Bank of India Act, 1934, the Company is required to transfer 20% of the net profit after tax every year.

**(c) Retained earnings**

(i) Retained earnings comprises of prior years' undistributed earnings after taxes along with current year profit, net of dividends declared and dividend distribution tax thereon.

(ii) Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. These are presented within retained earnings.



**Maanaveeya Development & Finance Private Limited**  
**Notes forming part of the financial statements**  
(All amounts in ₹ Lakhs, unless otherwise stated)

**Note - 17 - Interest income**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Interest income on loans	13,331	11,348
Interest income on bank deposits	334	789
Interest income on investments	38	480
<b>Total</b>	<b>13,703</b>	<b>12,617</b>

**Note - 18 - Rental income**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Lease rental income on solar power plants	475	475
<b>Total</b>	<b>475</b>	<b>475</b>

**Note - 19 - Other operating income**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Recoveries of loans written-off in earlier years	1	2
Provision / Liabilities no longer required written back	-	72
<b>Total</b>	<b>1</b>	<b>74</b>

**Note - 20 - Other income**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Miscellaneous income	26	46
<b>Total</b>	<b>26</b>	<b>46</b>

**Note - 21 - Finance cost**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Interest on borrowings		
-From Banks	1,008	769
-From related party (Refer note 27.3b)	4,800	5,378
-From others	-	124
Other borrowing cost	1	1
<b>Total</b>	<b>5,809</b>	<b>6,272</b>

**Note - 22 - Impairment of financial instruments**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Loans (Also refer note 5(A))	1,518	4,208
Investments (Also refer note 6b)*	-	-
<b>Total</b>	<b>1,518</b>	<b>4,208</b>

\* Rs.300 lakhs equity investments in Shalom Microfinance Ltd was fully provided during the previous years and written-off against allowance for impairment loss during the year, and net impact to the statement of Profit & Loss is Nil.



**Maanaveeya Development & Finance Private Limited**  
**Notes forming part of the financial statements**  
 (All amounts in ₹ Lakhs, unless otherwise stated)

**Note - 23 - Employee benefits expense**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Salaries and wages	476	441
Contribution to provident fund & other welfare funds	82	77
Staff welfare expenses	12	9
Less: Expenses reimbursed (Refer note 27.3b)	71	56
<b>Total</b>	<b>499</b>	<b>471</b>

**Note - 24 - Depreciation, amortisation & impairment**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Depreciation of property, plant and equipment (Refer Note 11A)	267	295
Amortisation of intangible assets (Refer Note 11B)	1	1
<b>Total</b>	<b>268</b>	<b>296</b>

**Note - 25 - Other expenses**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Rent and taxes	20	16
Insurance	9	9
Operation and maintenance charges	49	45
Payments to Auditors (Refer note 26)	16	24
Professional, Legal & Consultancy fee	105	82
Director's sitting fees (Refer note 27.3b)	7	7
Travelling expenses (net of expenses reimbursed ₹ 2 lakhs (2020-21: ₹ Nil), also refer note 27.3b)	5	2
CSR expenditure (Refer note 34)	80	95
Provision for impairment on assets held for sale	-	145
USAID credit guarantee fee	28	-
Miscellaneous expenses (net of expenses reimbursed ₹ 3 lakhs (2020-21: ₹ 6 lakhs), also refer note 27.3b)	34	23
<b>Total</b>	<b>353</b>	<b>448</b>

**Note - 26 - Payment to Auditors**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
For audit	7	12
For tax audit	4	-
For other services	5	12
Reimbursement of expenses	*	*
<b>Total</b>	<b>16</b>	<b>24</b>

\*₹ less than a lakh



**MAANAVEEYA DEVELOPMENT & FINANCE PRIVATE LIMITED**

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**Notes forming part of the financial statements**

(All amounts in ₹ Lakhs, unless otherwise stated)

**Note 27 Additional information to the financial statements**

Note	Particulars	As at March 31, 2022	As at March 31, 2021
27.1	<b>Contingent liabilities and commitments</b>		
(i)	<b>Claims against the Company not acknowledged as debt</b>		
	Income tax demands	1,513	744
	<b>Commitments</b>		
(ii)	Estimated amount of contracts remaining to be executed on capital account and not provided for	-	-
(iii)	Undrawn Loan Commitments	4,030	5,030

Note	Segment reporting
27.2	The Company's main business is to provide loans, which is considered as a single business segment for the purpose of review by the entity's chief operating decision ("CODM") maker to make decisions about resources to be allocated to the Segment and assess its performance. All other activities revolve around the main business. Further, all activities are carried out within India. As such, there are no separate reportable segments as per the provisions of Ind AS - 108: Operating segments.

Note	Related party transactions																		
27.3	<b>Related party transactions</b>																		
27.3 a	<b>Details of related parties:</b>																		
	<table border="1"> <thead> <tr> <th>Name</th> <th>Relationship</th> </tr> </thead> <tbody> <tr> <td>Oikocredit Ecumenical Development Cooperative Society U.A (Oikocredit)-Netherlands</td> <td>Parent Entity</td> </tr> <tr> <td>Ms. Mirjam T Lam (w.e.f. December 10, 2020)</td> <td>Key Management Personnel (KMP)</td> </tr> <tr> <td>Mr. Marinus Anthonius Van Eyk</td> <td>Key Management Personnel (KMP)</td> </tr> <tr> <td>Mr. Brij Mohan</td> <td>Key Management Personnel (KMP)</td> </tr> <tr> <td>Ms. Mohua Mukherjee</td> <td>Key Management Personnel (KMP)</td> </tr> <tr> <td>Mr. Pramod Kumar Panda (w.e.f. December 8, 2021)</td> <td>Key Management Personnel (KMP)</td> </tr> <tr> <td>Dr. G.Gouri Sankar</td> <td>Key Management Personnel (KMP)</td> </tr> <tr> <td>Ms. Laura Pool (till December 10, 2020)</td> <td>Key Management Personnel (KMP)</td> </tr> </tbody> </table>	Name	Relationship	Oikocredit Ecumenical Development Cooperative Society U.A (Oikocredit)-Netherlands	Parent Entity	Ms. Mirjam T Lam (w.e.f. December 10, 2020)	Key Management Personnel (KMP)	Mr. Marinus Anthonius Van Eyk	Key Management Personnel (KMP)	Mr. Brij Mohan	Key Management Personnel (KMP)	Ms. Mohua Mukherjee	Key Management Personnel (KMP)	Mr. Pramod Kumar Panda (w.e.f. December 8, 2021)	Key Management Personnel (KMP)	Dr. G.Gouri Sankar	Key Management Personnel (KMP)	Ms. Laura Pool (till December 10, 2020)	Key Management Personnel (KMP)
Name	Relationship																		
Oikocredit Ecumenical Development Cooperative Society U.A (Oikocredit)-Netherlands	Parent Entity																		
Ms. Mirjam T Lam (w.e.f. December 10, 2020)	Key Management Personnel (KMP)																		
Mr. Marinus Anthonius Van Eyk	Key Management Personnel (KMP)																		
Mr. Brij Mohan	Key Management Personnel (KMP)																		
Ms. Mohua Mukherjee	Key Management Personnel (KMP)																		
Mr. Pramod Kumar Panda (w.e.f. December 8, 2021)	Key Management Personnel (KMP)																		
Dr. G.Gouri Sankar	Key Management Personnel (KMP)																		
Ms. Laura Pool (till December 10, 2020)	Key Management Personnel (KMP)																		

**Details of related party transactions for the year ended March 31,2022 & March 31, 2021 and balances outstanding as at March 31,2022 & March 31, 2021**

27.3 b	Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
	<b>Transactions during the year</b>		
	<b>Parent Entity</b>		
	- Interest on ECB	(4,800)	(5,378)
	- Expenses reimbursable from Parent Entity	87	62
	- Mark-up fee income	11	9
	<b>Key Managerial Personnel</b>		
	Dr. G.Gouri Sankar	(123)	(128)
	Mr. Brij Mohan	(3)	(4)
	Ms. Mohua Mukherjee	(3)	(3)
	Mr. Pramod Kumar Panda	(1)	-



**Maanaveeya Development & Finance Private Limited**  
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(All amounts in ₹ Lakhs, unless otherwise stated)

27.3 c	Particulars	As at March 31, 2022	As at March 31, 2021
	<b>Balances outstanding at the end of the year</b>		
	<b>Parent Entity</b>		
	External Commercial Borrowings (Refer note 13.3)	77,398	(55,685)
	Expenses reimbursable (Refer note 7)	49	36
	<b>Others</b>		
	Maanaveeya Employees Gratuity Trust	14	46
Notes:			
(i). Oikocredit has given a guarantee in respect of the secured loans taken by the company from Co-operative Rabobank U.A (Refer Note 13.1(i) & 13.2(i)).			
(ii). The related parties have confirmed to the management that as at March 31, 2022 and March 31, 2021 there are no further amounts payable to/ receivable from them, other than as disclosed above.			
(iii). The above compensation to key management personnel excludes gratuity and compensated absences which cannot be identified from the composite amount advised by the actuary.			

Note	Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
27.4	<b>Details of leasing arrangements</b> The Company has taken on lease office premises under cancellable operating lease agreements. The Company intends to renew such leases in the normal course of its business. Total rental expense under cancellable operating leases has been included in rent and taxes under Other Expenses.	14	14

Note	Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
27.5	<b>Earnings per share (EPS)</b>		
	Profit for the year (₹ in lakhs) (A)	3,995	385
	Weighted Average Equity Shares (No's) (B)	22,86,52,712	22,86,52,712
	Basic Earning Per Share (₹) (A)/(B)	1.75	0.17
	Diluted Earning Per Share (₹) (A)/(B)	1.75	0.17
	Face Value of Equity Share (₹)	10.00	10.00

**Note 27.6: Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006**

Particulars	As at March 31, 2022	As at March 31, 2021
Principal amount due to suppliers under MSMED Act at the year end.	-	-
Interest accrued and due to suppliers under MSMED Act on the above amount, unpaid at the year end.	-	-
Payment made to suppliers (other than interest) beyond the appointed date during the year	-	-
Interest paid to suppliers under section 16 of MSMED Act during the year	-	-
Interest due and payable to suppliers under MSMED Act for payments already made.	-	-
Interest accrued and not paid to suppliers under MSMED Act up to the year end.	-	-
Based on information available with the Company, there are no dues / interest outstanding to Micro and Small Enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006, as at March 31, 2022: ₹ Nil, and as at March 31, 2021: ₹ Nil		



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**Maanaveeya Development & Finance Private Limited**  
**Notes forming part of the financial statements**  
(All amounts in ₹ Lakhs, unless otherwise stated)

**Note 28: Employee Benefits**

**A. Defined Contribution Plans**

The Company makes Provident Fund contributions to defined contribution plans for all employees. Under the Scheme, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company has recognised ₹ 52 lakhs (Year ended March 31, 2021 - ₹ 50 lakhs) towards Provident Fund and Superannuation Fund contributions in the Statement of Profit & Loss. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.

**B. Defined Benefit Plan**

**Gratuity - funded**

The Company operates a gratuity plan covering qualifying employees. The benefit payable is calculated as per the Payment of Gratuity Act, 1972 and the benefit vests upon completion of five years of continuous service and once vested it is payable to employees on retirement or on termination of employment. In case of death while in service, the gratuity is payable irrespective of vesting. The Company makes annual contribution to the group gratuity scheme administered by the PNB MetLife India Insurance Company Limited.

The actuarial valuation of the present value of the defined benefit obligation has been carried out March 31, 2022 and March 31, 2021. The following table sets out the amounts recognized in the financial statements as March 31, 2022 and March 31, 2021 for the above mentioned defined benefit plans:

Particulars	Gratuity Plan	
	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>Expenses recognised in the statement of profit and loss consists of:</b>		
<b>Employee benefits expenses:</b>		
Current service cost	23	21
Net interest expenses	2	2
	<b>25</b>	<b>23</b>
<b>Expenses recognised in the statement of Other comprehensive income (OCI):</b>		
Actuarial (gain)/loss arising from changes in experience adjustments	(13)	(6)
Actuarial (gain)/loss arising from changes in assumption changes	2	5
Return on plan assets (greater)/less than discount rate	(*)	*
	<b>(11)</b>	<b>(1)</b>
	<b>14</b>	<b>22</b>

\* ₹ less than a lakh

The current service cost and the net interest expense for year ended March 31, 2022 and March 31, 2021 are included under 'Employee benefit expenses' in the statement of Profit and Loss. Similarly, the remeasurements of net defined benefit plans is included under 'Other comprehensive Income'.

Particulars	Gratuity Plan	
	As at March 31, 2022	As at March 31, 2021
<b>Net asset / (liability) recognised at the beginning of the year</b>	<b>(46)</b>	<b>(40)</b>
Current service costs	(23)	(21)
Past service costs	-	-
Net interest on defined benefit (liability)/asset	(2)	(2)
Remeasurements recognised in OCI	11	1
Employer contributions	46	16
<b>Net asset / (liability) recognised at the end of the year</b>	<b>(14)</b>	<b>(46)</b>

\* ₹ less than a lakh

Particulars	Gratuity Plan	
	As at March 31, 2022	As at March 31, 2021
<b>Obligation at the beginning of the year</b>	<b>184</b>	<b>155</b>
Current service costs	23	21
Net interest on defined benefit (liability)/asset	11	10
Actuarial (gain)/loss arising from changes in experience adjustments	(13)	(6)
Actuarial (gain)/loss arising from changes in assumption changes	2	5
Benefits paid from plan assets	(8)	(1)
<b>Obligation at the end of the year</b>	<b>199</b>	<b>184</b>

Particulars	Gratuity Plan	
	As at March 31, 2022	As at March 31, 2021
<b>Fair value of plan assets at the beginning of the year</b>	<b>138</b>	<b>115</b>
Interest income on plan assets	9	8
Employer contributions	46	16
Return on plan assets greater /(lesser) than discount rate	*	*
Benefits paid from plan assets	(8)	(1)
<b>Fair value of plan assets at the end of the year</b>	<b>185</b>	<b>138</b>

\* ₹ less than a lakh



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**Amounts recognised in the balance sheet consists of**

Particulars	Gratuity Plan	
	As at March 31, 2022	As at March 31, 2021
Fair value of plan assets	185	138
Present value of defined benefit obligation	(199)	(184)
	<b>(14)</b>	<b>(46)</b>

**The fair value of plan assets by category are as below:**

Particulars	Gratuity Plan	
	As at March 31, 2022	As at March 31, 2021
Insurer managed funds	100%	100%

The fair value of insurer managed funds are not based on quoted prices

**The key assumptions used in accounting for gratuity are as below**

Particulars	Gratuity Plan	
	As at March 31, 2022	As at March 31, 2021
Discount rate	7.18%	6.55%
Rate of escalation in salary	9.00%	9.00%
Attrition rate	5.00%	5.00%
Mortality rate (India Assured Lives Mortality ("IALM"))	IALM (2012-14) Ult.	IALM (2012-14) Ult.

Significant actuarial assumptions for determination of defined benefit obligation include discount rate, expected salary increase and attrition rate. The sensitivity analysis below has been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period while holding all other assumptions constant.

**Sensitivity analysis for Gratuity**

Particulars	Gratuity Plan	
	As at March 31, 2022	As at March 31, 2021
<b>Discount rate</b>		
Increase by 1%	(18)	(18)
Decrease by 1%	21	20
<b>Rate of escalation in salary</b>		
Increase by 1%	20	19
Decrease by 1%	(17)	(17)

(i) The above sensitivities may not be representative of the actual change as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

(ii) Furthermore, in presenting the above sensitivity analysis and computing the defined benefit obligation liability recognised in the balance sheet, the present value of defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period. There has been no change in the methods and assumptions used in performing the sensitivity analysis from prior years.

**Expected Gratuity benefits payments for the year ending**

Particulars	Gratuity Plan	
	As at March 31, 2022	As at March 31, 2021
<b>Weighted average duration of DBO</b>		
<b>Expected Cash flows</b>		
1. Expected employer contributions in the next year	14	14
2. Expected benefit payments		
Year 1	9	14
Year 2	10	8
Year 3	10	8
Year 4	11	9
Year 5	12	9
Beyond 5 Years	95	66

C. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.



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**29 Financial Instruments****29.1 Capital Management**

The Company manages capital risk in order to maximize shareholders' profit by maintaining sound/optimal capital structure. For the purpose of the Company's capital management, capital includes equity share Capital and Other Equity. Debt includes term loans from banks, and net of Cash and bank balances. The Company monitors capital on the basis of the following gearing ratio. There is no change in the overall capital risk management strategy of the company compared to previous year.

**Gearing Ratio:**

Particulars	As at March 31, 2022	As at March 31, 2021
Borrowings	99,752	69,618
Cash and Bank Balance	(5,197)	(68)
Net Debt (A)	<b>94,555</b>	<b>69,550</b>
Total Equity (B)	45,337	41,331
Net Debt to equity Ratio (A/B)	2.09	1.68

Further refer note: 30.1 for the compliance of capital adequacy ratios as prescribed by RBI.

**29.2 Fair value and categories of Financial Instruments**

Fair value of the financial instruments is classified in various fair value hierarchies based on the following three levels:

**Level 1:** Quoted prices (unadjusted) in active market for identical assets or liabilities.

**Level 2:** Inputs other than quoted price included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

The fair value of financial instruments that are not traded in an active market is determined using market approach and valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

**Level 3:** Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

If one or more of the significant inputs is not based on observable market data, the fair value is determined using generally accepted pricing models based on a discounted cash flow analysis, with the most significant inputs being the discount rate that reflects the credit risk of counterparty.

The carrying value of the financial instruments by categories as on March 31, 2022, and March 31, 2021 is as follows

Particulars	Fair value Hierarchy (Level)	Carrying Value and fair value	
		As at March 31, 2022	As at March 31, 2021
<b>(a) Financial assets:</b>			
<b>(i) Measured at amortised cost</b>			
-Loans	Level 3	1,36,565	1,04,014
-Investments	Level 2	-	3,003
		<b>1,36,565</b>	<b>1,07,017</b>
<b>(b) Financial liabilities:</b>			
<b>Measured at amortised cost</b>			
-Borrowings	Level 3	99,752	69,618
		<b>99,752</b>	<b>69,618</b>

The management assessed that carrying amount of cash and cash equivalent, bank balance other than cash and cash equivalent, trade receivable, trade payable, borrowings, other financial liabilities, loans, and other financial assets as at March 31, 2022, and March 31, 2021 are considered to the same as fair values, due to their short term nature. The company has not offset financial assets and financial liabilities.

For the year ending March 31, 2022, and March 31, 2021, there were no transfers between Level 3 and Level 1 and /Level 2 fair value measurements.



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**29.3 Financial Risk Management Framework:**

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company manages financial risk relating to the operations through internal risk reports which analyse exposure by degree and magnitude of risk. These risks include liquidity risk, market risk (including interest rate risk and other price risk), and credit risk. Compliance with policies and exposure limits is reviewed by the management on a continuous basis.

**29.4 Liquidity Risk Management :**

Liquidity risk refers to the risk that the Company cannot meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Company's reputation. The Company maintains adequate reserves and banking facilities, and continuously monitors the forecast and actual cash flows by matching maturing profiles of financial assets and financial liabilities in accordance with the approved risk management policy of the Company periodically. The Company believes that the working capital (including banking limits not utilised) and its cash and cash equivalent are sufficient to meet its short and medium term requirements.

**Liquidity and Interest Risk Tables :**

Refer Note 29.7, 30.1 and 30.8 which details the Company's remaining contractual maturity for its non-derivative financial liabilities and assets with agreed repayment periods. The contractual maturity is based on the earliest date on which the Company may be required to pay.

**29.5 Market Risk:**

Market Risk is the risk that the fair value or the future cash flows of a financial instrument will fluctuate because of changes in market factor. Such changes in the values of financial instruments may result from changes in the interest rates, credit, liquidity, and other market changes. The Company's invests temporary treasury surpluses in the fixed deposits for very short durations, hence it carries no or low market risk.

**Interest Rate Risk:**

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. We are subject to interest rate risk, principally because we lend to clients at fixed interest rates and for periods that may differ from our funding sources, while our borrowings are at both fixed and variable interest rates for different periods. We assess and manage our interest rate risk by managing our assets and liabilities. Our Asset Liability Management Committee evaluates asset liability management, and ensures that all significant mismatches, if any, are being managed appropriately.

The Company has Board Approved Asset Liability Management (ALM) policy for managing interest rate risk and policy for determining the interest rate to be charged on the loans given.

If interest rate had been 100 basis points higher/ lower and all other variables were held constant, the Company's profit for the year ended March 31, 2022 would decrease/increase by Rs. 130 lakhs (March 31, 2021: Rs. 100 lakhs).

**29.6 Credit Risk:**

Credit risk for the Company arises due to default by borrowers on their contractual obligations which results to financial losses. Credit Risk is a major risk for the Company and its asset base comprises of loans to microfinance institutions, MSME finance, institutions engaged in renewable energy and agriculture sectors. The Company also has a small portfolio of Asset financing. Credit Risk of the Company from outright default due to inability or unwillingness of a customer or counterparty to meet commitments in relation to lending, settlement and other financial transactions. The essence of credit risk assessment of the Company pivots around the early assessment of stress, either in a portfolio or an account, and taking appropriate measures.



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#### Credit risk management:

Credit risk of the Company is managed through a framework that sets out policies and procedures covering the measurement and management of credit risk. There is a clear segregation of duties between transaction originators in the business function and approvers in the credit risk function. Board approved credit policies and procedures mitigate the Company's prime risk-default risk. There is a Credit Risk Management Committee in the Company for the review of the policies, process and facilities on an ongoing basis, with approval secured from the Board as and when required. There is a robust Credit Risk Management set-up in the Company at various levels. Further this team ensures Portfolio analysis and reporting is used to identify and manage credit quality and concentration risks. Credit risk monitoring for the Company for all the loans is broadly done at two levels: account level and portfolio level. Account monitoring aims to identify weak accounts at an incipient stage to facilitate corrective action. Portfolio monitoring aims towards managing risk concentration in the portfolio as well as identifying stress in certain occupations, markets and states.

The Company monitors all financial assets that are subject to impairment requirements to assess whether there has been a significant increase in credit risk since initial recognition.

The Company uses forward-looking information that is available without undue cost or effort in its assessment of significant increase of credit risk as well as in its measurement of Expected Credit Loss (ECL). The external information used includes economic data and forecasts published by governmental bodies and monetary authorities. Appropriate loss provision is created / maintained in terms of the requirements of applicable accounting standards and Prudential Norms of Reserve Bank of India, along with additional provisions, if any, required for specific loss in accordance with management estimates.

#### Background of Expected Credit Loss (ECL)

Expected Credit loss is a calculation of the present value of the amount expected to be lost on a financial asset, for financial reporting purposes. Credit risk is the potential that the obligor and counterparty will fail to meet its financial obligations to the lender. This requires an effective assessment and management of the credit risk at both individual and portfolio level

The key components of Credit Risk assessment are:

1. Probability of Default (PD): represents the likelihood of default over a defined time horizon.
2. Exposure at Default (EAD): represents how much the obligor is likely to be borrowing at the time of default.
3. Loss Given Default (LGD): represents the proportion of EAD that is likely to be lost post-default.

The definition of default is taken as 90 days past due for all retail and corporate loans.

Delinquency buckets have been considered as the basis for the staging of all loans in the following manner:

- 0-30 days past due loans classified as stage 1
- 31-90 days past due loans classified as stage 2 and
- Above 90 days past due loans classified as stage 3

EAD is the total amount outstanding including accrued interest as on the reporting date.

Expected Credit Loss is computed as follows = Gross EAD \* PD\* LGD

Refer note 31.7 for Concentration of Deposits, Advances, Exposures, NPA's and Borrowings. Further also refer note 33 for stage wise classification of loan balances along with the impairment loss allowance.



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**29.7 Maturity Analysis of Assets and Liabilities**

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled. Loans and advances to customers and for the borrowings, the Company uses the same basis of expected repayment behaviour as used for estimating the EIR.

Particulars	As at March 31, 2022			As at March 31, 2021		
	With in 12 months	After 12 months	Total	With in 12 months	After 12 months	Total
<b>ASSETS</b>						
<b>(1) Financial assets</b>						
(a) Cash and cash equivalents	5,021	-	5,021	68	-	68
(b) Bank balances other than (a) above	-	176	176	-	-	-
(c) Loans	66,616	69,949	1,36,565	51,754	52,260	1,04,014
(d) Investments	-	-	-	3,003	-	3,003
(e) Other financial assets	49	4	53	39	-	39
<b>(2) Non-financial assets</b>						
(a) Current tax assets (Net)	-	1,283	1,283	-	1,187	1,187
(b) Deferred tax assets (Net)	-	505	505	-	597	597
(c) Property, plant and equipment	-	2,043	2,043	-	2,305	2,305
(d) Intangible assets	-	*	-	-	1	1
(e) Other non-financial assets	7	-	7	6	1	7
(f) Assets held for sale	-	225	225	-	225	225
<b>Total Assets</b>	<b>71,693</b>	<b>74,185</b>	<b>1,45,878</b>	<b>54,870</b>	<b>56,576</b>	<b>1,11,446</b>
<b>LIABILITIES AND EQUITY</b>						
<b>(1) Financial liabilities</b>						
(a) Trade Payables						
(i) Total Outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-
(ii) Total Outstanding dues of Creditors other than micro enterprises and small enterprises	39	-	39	35	-	35
(b) Borrowings	21,652	78,100	99,752	6,868	62,750	69,618
<b>(2) Non-financial liabilities</b>						
(a) Provisions	61	5	66	71	32	103
(b) Other non-financial liabilities	540	144	684	359	-	359
<b>Total Liabilities</b>	<b>22,292</b>	<b>78,249</b>	<b>1,00,541</b>	<b>7,333</b>	<b>62,782</b>	<b>70,115</b>
<b>(3) Equity</b>						
(a) Equity share capital	-	22,865	22,865	-	22,865	22,865
(b) Other equity	-	22,472	22,472	-	18,466	18,466
<b>Total equity</b>	<b>-</b>	<b>45,337</b>	<b>45,337</b>	<b>-</b>	<b>41,331</b>	<b>41,331</b>
<b>Total Liabilities and Equity</b>	<b>22,292</b>	<b>1,23,586</b>	<b>1,45,878</b>	<b>7,333</b>	<b>1,04,113</b>	<b>1,11,446</b>

**29.8 Reconciliation of Gross outstanding loan portfolio value as per Loan agreements with IND AS amortised cost**

The table below shows reconciliation of Gross outstanding loan portfolio value as per Loan agreements with IND AS amortised cost as at March 31, 2022 and March 31, 2021.

Particulars	As at March 31, 2022	As at March 31, 2021
Gross outstanding loan portfolio value as per loan agreement	1,39,178	1,07,038
Add: Interest receivable	-	56
Add: Interest accrued but not due	335	290
Less: Arrangement fee amortisation as per IND AS	979	743
<b>Gross Loan portfolio value as per IND AS amortised cost</b>	<b>1,38,534</b>	<b>1,06,641</b>
Less: Impairment loss allowance	2,088	2,746
<b>Net loan portfolio value as per IND AS amortised cost (Refer note 5(i))</b>	<b>1,36,446</b>	<b>1,03,895</b>



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**Note 30** The following additional information is disclosed in terms of the RBI Master direction (Ref. No. DNBR (PD) CC No.008 / 03.10.119 / 2016-17 dated September 01, 2016 as amended:

**30.1 Capital to Risk Asset Ratio (CRAR):**

Particulars	As at March 31, 2022	As at March 31, 2021
i) CRAR (%)	30.91%	36.36%
ii) CRAR-Tier I Capital (%)	30.66%	36.04%
iii) CRAR-Tier II Capital (%)	0.25%	0.31%
iv) Amount of subordinated debt raised as Tier II Capital	-	-
v) Amount raised by issue of perpetual debt instruments	-	-
vi) Liquidity Coverage Rratio	227%	3%

**30.2 Value of Investments**

Particulars	As at March 31, 2022	As at March 31, 2021
<b>Value of Investments</b>		
(i) Gross Value of Investments		
(a) In India	2	3,305
(b) Outside India	-	-
(ii) Provisions for Depreciation		
(a) In India	2	302
(b) Outside India	-	-
(iii) Net Value of Investments		
(a) In India	-	3,003
(b) Outside India	-	-
<b>Movement of Provisions held towards depreciation on investments</b>		
(i) Opening Balance	302	377
(ii) Less: Write-off during the year	(300)	(3)
(iii) Less: Write back of impairment allowance of financial instrument during the year	-	(72)
(iv) Closing Balance	2	302

**30.3 Derivatives**

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

**30.4 Disclosures 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 01, 2016, as amended, as at March 31, 2022.

**30.5 Details of non-performing financial assets purchased / sold**

**30.5.1 Details of non-performing financial assets purchased:**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
(a) No. of accounts purchased during the year	-	-
(b) Aggregate outstanding	-	-
(a) Of these, number of accounts restructured during the year	-	-
(b) Aggregate outstanding	-	-

**30.5.2 Details of non-performing financial assets sold:**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
No. of accounts sold	-	-
Aggregate outstanding	-	-
Aggregate consideration received	-	-

**30.6 Exposure to Real Estate Sector**

The Company does not have any direct exposure to the Real estate sector as at March 31, 2022, and as at March 31, 2021.

**30.7 Exposure to Capital Markets**

The Company does not have any exposure to the Capital Markets as at March 31, 2022, and as at March 31, 2021.



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**Note 30.8 Asset Liability Management Maturity Pattern:**

The tables below provide details regarding the contractual maturities of significant financial assets and liabilities as on:-

Maturity pattern of certain items of assets and liabilities as at March 31, 2022

Particulars	1 to 7 days	8 to 14 days	15 days to 30 days	Over 1 Month upto 2 Months	Over 2 Month upto 3 Months	Over 3 Month & upto 6 Months	Over 6 Month & upto 1 Year	Over 1 Year & upto 3 Year	Over 3 Year & upto 5 Years	Over 5 Years	Total
<b>Liabilities</b>											
1. Deposits	-	-	-	-	-	-	9,500	47,100	18,000	13,000	99,752
2. Borrowings*	-	-	1,004	1,000	6,448	3,700	-	-	-	-	-
3. Foreign Currency borrowings	-	-	-	-	-	-	-	-	-	-	-
<b>Assets</b>											
1. Advances**	178	128	4,870	4,797	6,757	17,492	32,340	56,078	8,498	7,396	1,38,534
2. Cash and bank balance	5,021	-	-	-	-	-	75	100	-	-	5,196
3. Investments (Net)	-	-	-	-	-	-	-	-	-	-	-
4. Foreign Currency Assets	-	-	-	-	-	-	-	-	-	-	-

Maturity pattern of certain items of assets and liabilities as at March 31, 2021

Particulars	1 to 7 days	8 to 14 days	15 days to 30 days	Over 1 Month upto 2 Months	Over 2 Month upto 3 Months	Over 3 Month & upto 6 Months	Over 6 Month & upto 1 Year	Over 1 Year & upto 3 Year	Over 3 Year & upto 5 Years	Over 5 Years	Total
<b>Liabilities</b>											
1. Deposits	-	-	-	-	-	-	4,300	35,250	27,500	-	69,618
2. Borrowings*	-	-	1,183	-	1,035	350	-	-	-	-	-
3. Foreign Currency borrowings	-	-	-	-	-	-	-	-	-	-	-
<b>Assets</b>											
1. Advances**	266	364	3,604	3,662	8,320	13,236	22,286	41,597	11,768	1,538	1,06,641
2. Cash and bank balance	68	-	-	-	-	-	-	-	-	-	68
3. Investments (Net)	-	-	3,003	-	-	-	-	-	-	-	3,003
4. Foreign Currency Assets	-	-	-	-	-	-	-	-	-	-	-

\* Includes loans from parent entity

\*\* Gross of impairment loss allowance



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**Note 30.9**

**Disclosure of Restructured Accounts for the year ended March 31, 2022.**

Sl No	Asset Classification Details	Type of Restructuring		Others						Total				
		Details	No of Borrowers	Standard	Sub - Standard	Doubtful	Loss	Total	Standard	Sub - Standard	Doubtful	Loss	Total	
1	Restructured Accounts as on April 1, 2021 of the FY (Opening figures)	No of Borrowers	1	-	1	-	2	-	-	1	-	-	2	
		Amount outstanding	-	-	1,620	-	245	-	1,865	-	1,620	-	245	1,865
		Provision thereon	-	-	1,220	-	245	-	1,465	-	1,220	-	245	1,465
2	Fresh restructuring during the year	No of Borrowers	-	-	2	-	2	-	-	-	-	-	2	
		Amount outstanding	-	-	940	-	-	-	940	-	940	-	-	940
		Provision thereon	-	-	101	-	-	-	101	-	101	-	-	101
3	Upgradations to restructured standard category during the FY	No of Borrowers	-	-	-	-	-	-	-	-	-	-	-	
		Amount outstanding	-	-	-	-	-	-	-	-	-	-	-	-
		Provision thereon	-	-	-	-	-	-	-	-	-	-	-	-
4	Restructured standard advances which cease to attract higher provisioning and/or additional risks weight at the end of the FY and hence need not be shown as restructured standard advances at the beginning of the next FY	No of Borrowers	-	-	-	-	-	-	-	-	-	-	-	
		Amount outstanding	-	-	-	-	-	-	-	-	-	-	-	-
		Provision thereon	-	-	-	-	-	-	-	-	-	-	-	-
5	Downgradations of restructured accounts during the FY	No of Borrowers	-	-	(1)	1	-	-	-	(1)	1	-	-	
		Amount outstanding	-	-	(1,620)	-	1,620	-	-	(1,620)	-	1,620	-	-
		Provision thereon	-	-	(1,220)	-	1,220	-	-	(1,220)	-	1,220	-	-
6	Write-offs / Recovery of restructured accounts during the FY (Refer note)	No of Borrowers	-	-	2	1	-	3	-	2	1	-	3	
		Amount recovered	-	-	54	8	8	-	62	-	54	8	-	62
		Provision thereon	-	-	8	8	8	-	16	-	8	8	-	16
7	Restructured Accounts as on March 31, 2022 of the FY (closing figures)	No of Borrowers	-	-	2	1	-	3	-	2	1	-	3	
		Amount outstanding	-	-	886	1,857	1,857	-	2,743	-	886	1,857	-	2,743
		Provision thereon	-	-	93	1,457	1,457	-	1,550	-	93	1,457	-	1,550



Maanaveeya Development & Finance Private Limited  
Notes forming part of the financial statements  
(All amounts in ₹ Lakhs, unless otherwise stated)

Note 30.9 (Contd.)

Disclosure of Restructured Accounts for the year ended March 31, 2021

Sl No	Asset Classification Details	Type of Restructuring		Others						Total			
		Details	No of Borrowers	Standard	Sub - Standard	Doubtful	Loss	Total	Standard	Sub - Standard	Doubtful	Loss	Total
1	Restructured Accounts as on April 1, 2020 of the FY (Opening figures)	No of Borrowers	1	-	1	-	2	-	-	1	-	-	2
		Amount outstanding	-	-	169	245	-	414	-	169	245	-	414
		Provision thereon	-	-	34	245	-	279	-	34	245	-	279
2	Fresh restructuring during the year	No of Borrowers	-	-	1	-	1	-	-	1	-	-	1
		Amount outstanding	-	-	1,620	-	-	1,620	-	1,620	-	-	1,620
		Provision thereon	-	-	1,220	-	-	1,220	-	1,220	-	-	1,220
3	Upgradations to restructured standard category during the FY	No of Borrowers	-	-	-	-	-	-	-	-	-	-	-
		Amount outstanding	-	-	-	-	-	-	-	-	-	-	-
		Provision thereon	-	-	-	-	-	-	-	-	-	-	-
4	Restructured standard advances which cease to attract higher provisioning and/or additional risks weight at the end of the FY and hence need not be shown as restructured standard advances at the beginning of the next FY	No of Borrowers	-	-	-	-	-	-	-	-	-	-	-
		Amount outstanding	-	-	-	-	-	-	-	-	-	-	-
		Provision thereon	-	-	-	-	-	-	-	-	-	-	-
5	Downgradations of restructured accounts during the FY	No of Borrowers	-	-	-	-	-	-	-	-	-	-	-
		Amount outstanding	-	-	-	-	-	-	-	-	-	-	-
		Provision thereon	-	-	-	-	-	-	-	-	-	-	-
6	Write-offs / Recovery of restructured accounts during the FY	No of Borrowers	-	-	1	-	1	-	-	1	-	-	1
		Amount recovered (Refer Note 1 below)	-	-	169	-	-	169	-	169	-	-	169
		Provision thereon	-	-	34	-	-	34	-	34	-	-	34
7	Restructured Accounts as on March 31, 2021 of the FY (closing figures)	No of Borrowers	-	-	1	1	2	-	-	1	1	-	2
		Amount outstanding	-	-	1,620	245	-	1,865	-	1,620	245	-	1,865
		Provision thereon	-	-	1,220	245	-	1,465	-	1,220	245	-	1,465

Note 1: write off/ recovery of restructured accounts during the year represents an amount of ₹ 95 lakhs received during the FY 2020-21.



**MAANAVEEYA DEVELOPMENT & FINANCE PRIVATE LIMITED**  
(Indian Subsidiary of Oikocredit)

Maanaveeya Development & Finance Private Limited  
Notes forming part of the financial statements  
(All amounts in ₹ Lakhs, unless otherwise stated)

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

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

31.3 **Details of Registration with financial regulators**

Regulator	Registration number
Ministry of Company Affairs	U65999TG2004PTC043839
Reserve of Bank of India	N-09.00417

31.4 **Penalties imposed by RBI and Other Regulators**  
During the year, no penalties were imposed by RBI and other regulators.

31.5 **Ratings assigned by Credit rating agencies**  
The Company has received a Credit rating of CARE A- (Single A Minus) with stable outlook reaffirmation, during the year.

31.6 **Provisions and Contingencies (shown under the head expenditure in Statement of Profit & Loss)**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Provisions for depreciation on Investment	-	-
Provision/(Released) towards NPA	1,633	4,531
Provision made towards Income Tax (net)	1,671	1,504
Other Provision and Contingencies-Impairment of assets held for sale	-	145
Provision/(Released) for Contingencies on Standard Assets	(115)	(323)

31.7 **Concentration of Deposits, Advances, Exposures, NPA's and Borrowings**

31.7.1 **Concentration of Advances**

Particulars	As at March 31, 2022	As at March 31, 2021
Total advances to twenty largest borrowers (₹ in Lakhs)	58,100	58,500
Percentage of advances to twenty largest borrowers to total advances of the company	63.68%	90.52%

31.7.2 **Concentration of Exposures**

Particulars	As at March 31, 2022	As at March 31, 2021
Total exposure to twenty largest borrowers (₹ in Lakhs)	70,815	69,350
Percentage of exposures to twenty largest borrowers to total exposure of the company on borrowers	51.12%	65.03%

31.7.3 **Concentration of NPAs**

Particulars	As at March 31, 2022	As at March 31, 2021
Total exposure to top four NPA accounts	4,148	2,967



## Maanaveeya Development &amp; Finance Private Limited

## Notes forming part of the financial statements

(All amounts in ₹ Lakhs, unless otherwise stated)

## 31.7.4 Sector-wise NPA's (percentage of NPA's to total advances in that sector)

Sector	As at	As at
	March 31, 2022	March 31, 2021
Agriculture & allied activities	22.90%	100.00%
MSME	0.47%	8.66%
Corporate borrowers	2.95%	2.48%
Services	-	-
Unsecured personal loans	-	-
Auto loans	-	-
Other personal loans	-	-

## 31.7.5 Concentration of Borrowings

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Total exposure to ten largest significant counterparties (₹ in Lakhs)	99,752	69,618
Percentage of exposures to ten largest significant counterparties to total borrowings of the Company	100.00%	100.00%

Note: Total borrowings comprise of 4 lenders as at year end (March 31, 2021: 3 lenders)

## 31.8 Movement of NPA's#

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Net NPAs to Net Advances (%)	1.77%	0.67%
<b>Movement of NPAs (Gross)</b>		
(a) Opening Balance	2,967	1,912
(b) Additions during the year	3,652	4,138
(c) Reductions during the year	2,471	3,083
(d) Closing Balance	4,148	2,967
<b>Movement of Net NPAs</b>		
(a) Opening Balance	694	1,274
(b) Additions during the year	1,996	(545)
(c) Reductions during the year	272	35
(d) Closing Balance	2,418	694
<b>Movement of provisions for NPAs (excluding provisions on standard assets)</b>		
(a) Opening Balance	2,273	638
(b) Additions during the year	1,656	4,683
(c) Reductions during the year	2,199	3,048
(d) Closing Balance	1,730	2,273

# NPAs represents Stage III Loans as per classification under IND AS

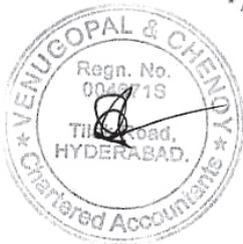
## 31.9 Disclosure of Complaints\*

Particulars	For the year ended	For the year ended
	March 31, 2022	March 31, 2021
No. of complaints pending at the beginning of the year	-	-
No. of complaints received during the year	-	-
No. of complaints redressed during the year	-	-
No. of complaints pending at the end of the year	-	-

## 31.10 Reporting on frauds as per RBI Master direction vide DNBS PPD.01 / 66.15.001 / 2016-17 dated September 29, 2016\*.

No frauds have been noted by the management during the current year (Previous year: Nil)

\* As disclosed by the management and relied upon by auditors.



**MAANAVEEYA DEVELOPMENT & FINANCE PRIVATE LIMITED**  
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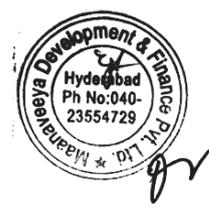
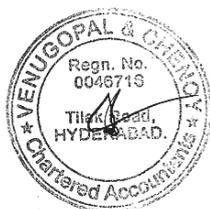
Maanaveeya Development & Finance Private Limited  
Notes forming part of the financial statements  
(All amounts in ₹ Lakhs, unless otherwise stated)

Information Required in terms of paragraph 18 of RBI Master directions (Ref. No. DNBR (PD) CC No.008 / 03.10.119 / 2016-17 dated September 01, 2016) Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016 as amended.

	Particulars	As at March 31, 2022		As at March 31, 2021	
		Amount outstanding	Amount overdue	Amount outstanding	Amount overdue
	<b>Liabilities Side:</b>				
1)	Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid:				
	a) Debentures				
	: Secured	-	-	-	-
	: Unsecured	-	-	-	-
	(other than falling within the meaning of public)				
	b) Deferred Credits	-	-	-	-
	c) Term loans	99,752	-	68,437	-
	d) Inter-corporate loans and borrowing	-	-	-	-
	e) Commercial paper	-	-	-	-
	f) Public deposits*	-	-	-	-
	g) Other Loans - Over Draft	-	-	1,181	-

\* Company is non-deposit taking NBFC and also amounts of public deposits are nil, hence no further break up has been given.

	Particulars	As at	
		March 31, 2022	March 31, 2021
	<b>Assets Side:</b>		
2)	Break-up of Loans and advances including bills receivables (other than those included in (4) below)		
	a) Secured (Secured by Tangible Assets & Receivables) - Net of provisions	1,23,104	93,250
	b) Unsecured - Net of provisions	13,342	10,645
3)	Break up of Leased Assets and stock on hire and other assets counting towards asset financing activities		
	(i) Lease assets including lease rentals under sundry debtors:		
	a) Financial Lease	-	-
	b) Operating lease	2,152	2,410
	(ii) Stock on hire including hire charges under sundry debtors:		
	a) Assets on hire	-	-
	b) Repossessed Assets	-	-
	(iii) Other loans counting towards asset financing activities		
	a) Loans where assets have been repossessed	-	-
	b) Loans other than (a) above	-	-
4)	<b>Break-up of investments:</b>		
	<b>Current investments:</b>		
	1. <b>Quoted:</b>		
	(i) Shares: (a) Equity	-	-
	(b) Preference	-	-
	(ii) Debentures and Bonds	-	3,003
	(iii) Units of Mutual Funds	-	-
	(iv) Government Securities	-	-
	(v) Others (please specify)	-	-
	2. <b>Unquoted:</b>		
	(i) Shares: (a) Equity	-	-
	(b) Preference	-	-
	(ii) Debentures and Bonds	-	-
	(iii) Units of Mutual Funds	-	-
	(iv) Government Securities	-	-
	(v) Others (please specify)	-	-
	<b>Long term investments:</b>		
	1. <b>Quoted:</b>		
	(i) Shares: (a) Equity	-	-
	(b) Preference	-	-
	(ii) Debentures and Bonds	-	-
	(iii) Units of Mutual Funds	-	-
	(iv) Government Securities	-	-
	(v) Others (please specify)	-	-
	2. <b>Unquoted:</b>		
	(i) Shares: (a) Equity (Net of provisions)	-	-
	(b) Preference (Net of provisions)	-	-
	(ii) Debentures and Bonds	-	-
	(iii) Units of Mutual Funds	-	-
	(iv) Government Securities	-	-
	(v) Others (please specify)	-	-



Maanaveeya Development & Finance Private Limited  
Notes forming part of the financial statements  
(All amounts in ₹ Lakhs, unless otherwise stated)

Note 32:

Particulars	Amount net of provisions			Amount net of provisions		
	Secured As at March 31, 2022	Unsecured As at March 31, 2022	Total As at March 31, 2022	Secured As at March 31, 2021	Unsecured As at March 31, 2021	Total As at March 31, 2021
1. Related Parties**	-	-	-	-	-	-
a) Subsidiaries	-	-	-	-	-	-
b) Companies in the same group	-	-	-	-	-	-
c) Other related parties	-	-	-	-	-	-
2. Other than related parties	1,23,104	13,342	1,36,446	93,250	10,645	1,03,895
<b>Total</b>	<b>1,23,104</b>	<b>13,342</b>	<b>1,36,446</b>	<b>93,250</b>	<b>10,645</b>	<b>1,03,895</b>
<b>Investor group-wise classification of all investments (current and long term)</b>						
in shares and securities (both quoted and unquoted):						
Particulars	As at March 31, 2022			As at March 31, 2021		
	Market Value/Break up or fair value or NAV	Book Value (Net of provisions)	Market Value/Break up or fair value or NAV	Book Value (Net of provisions)	Market Value/Break up or fair value or NAV	Book Value (Net of provisions)
1. Related Parties**	-	-	-	-	-	-
a) Subsidiaries	-	-	-	-	-	-
b) Companies in the same group	-	-	-	-	-	-
c) Other related parties	-	-	-	-	-	-
2. Other than related parties	-	-	-	3,003	-	3,003
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,003</b>	<b>3,003</b>	<b>3,003</b>
**As per Accounting Standards prescribed under section 133 of the Companies Act, 2013, as applicable						
Other information	As at March 31, 2022			As at March 31, 2021		
<b>Particulars</b>						
<b>Gross Non-Performing Assets</b>						
a) Related Parties	4,148			2,967		
b) Other than related parties	-			-		
<b>Net Non-performing Assets</b>						
a) Related Parties	4,148			2,967		
b) Other than related parties	2,418			694		
Assets acquired in satisfaction of debt (Net of provision)	-			-		
	2,418			694		
	225			225		



**Maanaveeya Development & Finance Private Limited**  
**Notes forming part of the financial statements**  
(All amounts in ₹ Lakhs, unless otherwise stated)

**Note: 33**

The following additional information is disclosed in terms of the RBI circular for regulatory guidance on Ind AS (Ref. No.RBI/2019-20/170/DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated March 13, 2020 For the year Ended March 31, 2022

Asset classification as per RBI Norms	Asset classification as per Ind AS 109	Gross carrying amount as per Ind AS	Loss allowances (Provisions) as required under Ind AS 109	Net carrying amount	Provisions required as per IRACP	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7)=(4)-(6)
<b>Performing Assets</b>						
Standard	Stage 1 Stage 2	1,34,386	358	1,34,028	540	(182)
<b>Subtotal</b>		<b>1,34,386</b>	<b>358</b>	<b>1,34,028</b>	<b>540</b>	<b>(182)</b>
<b>Non-Performing Assets (NPA)</b>						
Substandard (I)	Stage 3	2,247	229	2,018	225	4
Doubtful - up to 1 year	Stage 3	-	-	-	-	-
1 to 3 years	Stage 3	1,612	1,212	400	876	336
More than 3 years	Stage 3	289	289	-	289	-
<b>Subtotal for doubtful (II)</b>		<b>1,901</b>	<b>1,501</b>	<b>400</b>	<b>1,165</b>	<b>336</b>
Loss (III)		-	-	-	-	-
<b>Subtotal for NPA (I + II + III)</b>		<b>4,148</b>	<b>1,730</b>	<b>2,418</b>	<b>1,390</b>	<b>340</b>
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1 Stage 2 Stage 3	- - -	- - -	- - -	- - -	- - -
<b>Subtotal</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	Stage 1 Stage 2 Stage 3 <b>Total</b>	<b>1,34,386</b> - 4,148 <b>1,38,534</b>	<b>358</b> - 1,730 <b>2,088</b>	<b>1,34,028</b> - 2,418 <b>1,36,446</b>	<b>540</b> - 1,390 <b>1,930</b>	<b>(182)</b> - 340 <b>158</b>



**Maanaveeya Development & Finance Private Limited**  
**Notes forming part of the financial statements**  
 (All amounts in ₹ Lakhs, unless otherwise stated)

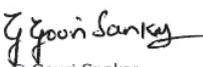
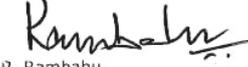
**Note: 33**  
**For the Year Ended March 31, 2021**

Asset classification as per RBI Norms	(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7)=(4)-(6)
Asset classification as per RBI Norms	(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7)=(4)-(6)
<b>Performing Assets</b>							
Standard	Stage 1	1,02,394	1,02,045	349	411	(62)	
	Stage 2	1,280	1,156	124	5	119	
<b>Subtotal</b>							
<b>Non-Performing Assets (NPA)</b>							
Substandard (I)	Stage 3	2,678	694	1,984	268	1,716	
Doubtful - up to 1 year	Stage 3	-	-	-	-	-	
1 to 3 years	Stage 3	-	-	-	-	-	
More than 3 years	Stage 3	289	-	289	289	-	
<b>Subtotal for doubtful (II)</b>		<b>289</b>	<b>-</b>	<b>289</b>	<b>289</b>	<b>-</b>	
Loss (III)		-	-	-	-	-	
<b>Subtotal for NPA (I + II + III)</b>		<b>2,967</b>	<b>694</b>	<b>2,273</b>	<b>557</b>	<b>1,716</b>	
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-	
	Stage 2	-	-	-	-	-	
	Stage 3	-	-	-	-	-	
<b>Subtotal</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Total</b>		<b>1,02,394</b>	<b>1,02,045</b>	<b>349</b>	<b>411</b>	<b>(62)</b>	
	Stage 2	1,280	1,156	124	5	119	
	Stage 3	2,967	694	2,273	557	1,716	
<b>Total</b>		<b>1,06,641</b>	<b>1,03,895</b>	<b>2,746</b>	<b>973</b>	<b>1,773</b>	



**MAANAVEEYA DEVELOPMENT & FINANCE PRIVATE LIMITED**  
(Indian Subsidiary of Oikocredit)

**Maanaaveeya Development & Finance Private Limited**  
**Notes forming part of the financial statements**  
(All amounts in ₹ Lakhs, unless otherwise stated)

34 <b>Corporate social responsibility:</b>				
i) Total expenditure incurred on Corporate Social Responsibility (CSR) activities during the quarter ended March 31, 2022 is ₹ 80 lakhs (during the year ended March 31, 2021 is ₹ 95 lakhs). This includes ₹ 37 lakhs towards provision for unspent amount pertaining to ongoing projects (during the year ended March 31, 2021, ₹ 43 lakhs) (Refer note 14). This amount will be transferred to 'Unspent CSR account' within 30 days from the end of the financial year, in accordance with the CSR rules. The Company's CSR activities primarily focuses on programs that promote education, health care, environmental sustainability and create sustainable livelihood opportunities.				
ii) <b>Particulars</b>		<b>For the year ended March 31, 2022</b>	<b>For the year ended March 31, 2021</b>	
a) Amount required to be spent by the Company during the year		80	95	
b) Amount of expenditure incurred on purpose other than construction/ acquisition of any asset		80	95	
c) Shortfall at the end of the year		-	-	
d) total of previous years shortfall		-	-	
e) Reason for shortfall		NA	NA	
iii) <b>Provision for CSR movement:</b>				
<b>Opening balance</b>	<b>Amount deposited in specified fund of Sch VII within 6 months</b>	<b>Amount required to be spent during the year</b>	<b>Amount spent during the year</b>	<b>Closing balance</b>
43	9	80	77	37
35 <b>Unhedged foreign currency</b> The company has not entered into any derivative transactions during the year and there are no un-hedged foreign currency amounts as at the year end.				
36 Based on the RBI circular RBI/2021-22/17 DOR.STR.REC.4/21.04.048/2021-22 dated April 07, 2021 the Company required to refund/adjust the 'interest on interest' charged to the borrowers during the moratorium period, i.e. March 1, 2020 to August 31, 2020. The company does not have a policy of charging interest on overdues interest and had not charged any interest on interest during the moratorium period.				
37 <b>Approval of financial statements</b> The financial statements were approved for issue by the Board of Directors on June 23, 2022.				
For and on behalf of the Board of Directors				
				
G. Gouri Senkar <b>Managing Director</b> DIN: 06788500		Brij Mohan <b>Director</b> DIN: 00667210		B. Rambabu <b>Chief Financial Officer</b>
Place: Hyderabad/Gurgaon Date: June 23, 2022				





**Mementos presented to Family of Ex-Managing Directors of the Maanaveeya**



**Board of Directors and Senior Management of Maanaveeya**



## Maanaveeya Development & Finance Private Limited

Door No. 8-2-293/82/2/208/A, and 208/A/1, M.L.A's Colony, Road No. 12, Banjara Hills, Hyderabad - 500 034, Telangana, INDIA

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