

## **INDEPENDENT AUDITOR'S REPORT**

To the Members of InCred Wealth and Investment Services Private Limited

### **Report on the Audit of the Financial Statements**

#### **Opinion**

We have audited the accompanying financial statements of InCred Wealth and Investment Services Private Limited (the "Company"), which comprise the Balance Sheet as at March 31, 2025, and the Statement of Profit and Loss, including Other Comprehensive Income, Statement of Changes in Equity and Cash Flow Statement for the year then ended, and notes to the financial statements, including material accounting policy information and other explanatory information (hereinafter referred to as the "financial statements").

In our opinion and to the best of our information and according to the explanations given to us the aforesaid financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, and 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 of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Financial Statements' section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules 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 obtained by us is sufficient and appropriate to provide a basis for our opinion.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the Director's report but does not include the financial statements and our auditor's report thereon. The Director's report has not been made available to us.

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

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

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

In preparing the financial statements, 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

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going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

## Auditor's 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 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 and Board of Directors.
- Conclude on the appropriateness of management and Board of Director's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

## Other Matter

The financial statements of the Company for the year ended March 31, 2024, were audited by another auditor whose report dated August 27, 2024 expressed an unmodified opinion on those statements.

Our opinion is not modified in respect of the above matter.

**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 (the "Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except that in few instances backup of the books of account and other books and papers maintained in electronic mode was not completed due to system-related reasons (Refer Note 50 to the Financial Statements).
  - (c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
  - (e) On the basis of the written representations received from the directors as on March 31, 2025 taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2025 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have any pending litigations which would impact its financial position.
    - ii. The Company did not have any long-term contracts for which there were any material foreseeable losses.
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
    - iv.
      - a. The Management has represented that, to the best of its knowledge and belief, other than as disclosed in the note 48(vi) to the financial statements, 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, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

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- b. The Management has represented, that, to the best of its knowledge and belief, other than as disclosed in note 48(vii) to the financial statements, 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, as on the date of this audit report, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
  - c. Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, and according to the information and explanations provided to us by the Management in this regard nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) as provided under (a) and (b) above, contain any material mis-statement.
  - v. The Company has neither declared nor paid any dividend during the year.
  - vi. Based on our examination, which included test checks, the Company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit, we did not come across any instance of audit trail feature being tampered with. Additionally, the audit trail of prior years has been preserved by the Company as per the statutory requirements for record retention.
3. In our opinion, according to information, explanations given to us, the provisions of Section 197 read with Schedule V of the Act and the rules thereunder are not applicable to the Company as it is a private Company.

**For M S K A & Associates**

**Chartered Accountants**

ICAI Firm Registration Number: 105047W

**Vaibhav Naik**

Partner

Membership Number: 138302

UDIN: 25138302BNUIHV4644

Mumbai

September 05, 2025

**ANNEXURE A TO INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF INCRED WEALTH AND INVESTMENT SERVICES PRIVATE LIMITED FOR THE YEAR ENDED MARCH 31, 2025**

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report]

- i. (a) (A) The Company has maintained proper records showing full particulars including quantitative details and situation of property, plant and equipment, investment property and relevant details of right-of-use assets.
- (B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) Property, Plant and Equipment have been physically verified by the management during the year and no material discrepancies were identified on such verification.
- (c) According to the information and explanations given to us, there are no immovable properties, and accordingly, the provisions stated under clause 3(i)(c) of the Order are not applicable to the Company.
- (d) According to the information and explanations given to us, the Company has not revalued its property, plant and Equipment and intangible assets during the year. Accordingly, the provisions stated under clause 3(i)(d) of the Order are not applicable to the Company.
- (e) According to the information and explanations given to us, no proceeding has been initiated or pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988, as amended and rules made thereunder. Accordingly, the provisions stated under clause 3(i)(e) of the Order are not applicable to the Company.
- ii. (a) The Company is involved in the business of rendering services and does not hold any inventory. Accordingly, the provisions stated under clause 3(ii)(a) of the Order are not applicable to the Company.
- (b) During any point of time of the year, the Company has not been sanctioned working capital limits from Banks and financial institutions on the basis of security of current assets. Accordingly, the provisions stated under clause 3(ii)(b) of the Order is not applicable to the Company.
- iii. (a) According to the information and explanations provided to us, the Company has provided loans to other entities.
- (A) The details of such loans, advances, guarantee or security(ies) to parties other than Subsidiaries, Joint ventures and Associates are as follows:

	Amount in Lakhs			
	Guarantees	Security	Loans	Advances in the nature of loans
<b>Aggregate amount granted/provided during the year</b>				
- Others	-	-	99,568.57	-
<b>Balance Outstanding as at balance sheet date in respect of above cases</b>				
- Others (including interest)	-	-	13,779.45	-

"During the year the Company has not stood guarantee and provided security to any other entity."

- (b) According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that the investments made, guarantees provided, securities given and terms and conditions in relation to grant of all loans and advances in the nature of loans, investments made, guarantees provided and securities given are not prejudicial to the interest of the Company.
- (c) In case of the loans and advances in the nature of loan, schedule of repayment of principal and payment of interest have been stipulated and the borrowers have been regular in the repayment of the principal and payment of interest.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no amounts overdue for more than ninety days in respect of the loans and/ or advances in the nature of loans, granted to Company.
- (e) According to the information and explanations provided to us, the loans or advances in the nature of loan granted has not fallen due during the year. Accordingly, the provisions stated under clause 3(iii)(e) of the Order are not applicable to the Company.
- (f) According to the information and explanations provided to us, the Company has granted loans/advances in the nature of loans repayable on demand or without specifying any terms or period of repayment. The details of the same are as follows:

	Amount in lakhs		
	All Parties	Promoters	Related Parties
<b>Aggregate amount of loans/ advances in nature of loans</b>			
- Repayable on demand (A)	99,568.57	-	96,515.01
- Agreement does not specify any terms or period of repayment (B)	-	-	-
<b>Total (A+B)</b>	99,568.57	-	96,515.01
<b>Percentage of loans/ advances in nature of loans to the total loans</b>	100%	-	96.93%

- iv. The Company is a private company and satisfies the conditions for exemption from the provisions of section 185 prescribed in notification dated June 5, 2015 issued by the Ministry of Corporate Affairs. Accordingly, the provisions of section 185 do not apply to the Company. Further, according to the information and explanations given to us, provisions of sections 186 of the Companies Act, 2013 in respect of loans, investments and, guarantees, and security have been complied with by the Company.
- v. According to the information and explanations given to us, the Company has neither accepted any deposits from the public nor any amounts which are deemed to be deposits, within the meaning of the provisions of Sections 73 to 76 of the Companies Act, 2013 and the rules framed there under. Accordingly, the requirement to report under clause 3(iv) of the Order is not applicable to the Company.
- vi. The provisions of sub-Section (1) of Section 148 of the Companies Act, 2013 are not applicable to the Company [as the Central Government of India has not specified the maintenance of cost records for any of



- the services of the Company]. Accordingly, the requirement to report on clause 3(vi) of the Order is not applicable to the Company.
- vii. (a) According to the information and explanations given to us and the records examined by us, in our opinion, undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, cess and other statutory dues have been regularly deposited by the Company with appropriate authorities in all cases during the year. No undisputed amounts payable in respect of these statutory dues were outstanding as at March 31, 2025, for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us and the records examined by us, there are no dues relating to goods and services tax, provident fund, employees' state insurance, income-tax, cess, and other statutory dues which have not been deposited on account of any dispute.
- viii. According to the information and explanations given to us, there are no transaction which are not recorded in the books of account which have been surrendered or disclosed as income during the year in Income-tax Assessment under the Income Tax Act, 1961. Accordingly, the requirement to report as stated under clause 3(viii) of the Order is not applicable to the Company.
- ix. (a) In our opinion and according to the information and explanations given to us and the records of the Company examined by us, the Company has not defaulted in repayment of loans or borrowings or in payment of interest thereon to any lender.
- (b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) In our opinion and according to the information and explanations provided to us, no money was raised by way of term loans. Accordingly, the requirement to report under clause 3(ix)(c) of the Order is not applicable to the Company.
- (d) According to the information and explanations provided to us, there are no funds raised on short term basis during the year. Accordingly, the requirement to report under clause 3(ix)(d) of the Order is not applicable to the Company.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from an any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries. Accordingly, the requirement to report under Clause 3(ix)(f) of the order is not applicable to the Company.
- x. (a) In our opinion and according to the information and explanations given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the reporting requirement under clause 3(x)(a) of the Order is not applicable to the Company.
- (b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partly, or optionally convertible) during the year. Accordingly, the requirements to report under clause 3(x)(b) of the Order is not applicable to the Company.
- xi. (a) Based on our examination of the books and records of the Company and according to the information and explanations given to us, we report that no fraud by the Company or no fraud on the Company has been noticed or reported during the year in the course of our audit.
- (b) During the year no report under Section 143(12) of the Act, has been filed by us in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the Management, there are no whistle-blower complaints received by the Company during the year.

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- xii. The Company is not a Nidhi Company. Accordingly, the provisions stated under clause 3(xii)(a) to (c) of the Order are not applicable to the Company.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, the provisions of section 177 of the Companies Act, 2013 are not applicable to the Company. Further, the transactions with the related parties are in compliance with Section 188 of the Companies Act, 2013 and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. In our opinion and based on our examination, the Company does not have an internal audit system and is not required to have an internal audit system as per the provisions of the Companies Act, 2013. Accordingly, requirement to report under clause 3(xiv) of the Order is not applicable to the Company.
- xv. According to the information and explanations given to us, and based on our examination of the records of the Company, in our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and accordingly, the requirement to report on clause 3(xv) of the Order is not applicable to the Company.
- xvi. (a) The Company is not required to be registered under Section 45 IA of the Reserve Bank of India Act, 1934 (2 of 1934) and accordingly, the requirements to report under clause 3(xvi)(a) of the Order is not applicable to the Company.  
(b) The Company is not engaged in any Non-Banking Financial or Housing Finance activities during the year and accordingly, the provisions stated under clause 3 (xvi)(b) of the Order are not applicable to the Company.  
(c) The Company is not a Core investment Company (CIC) as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report under clause 3 (xvi)(c) of the Order is not applicable to the Company.  
(d) The Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) does not have any Core Investment Company (as part of its group. Accordingly, the requirement to report under clause 3(xvi)(d) of the Order is not applicable to the Company.
- xvii. Based on the overall review of financial statements, the Company has not incurred cash losses in the current financial year and in the immediately preceding financial year. Accordingly, the requirement to report under clause 3(xvii) of the Order is not applicable to the Company.
- xviii. There has been resignation of the erstwhile statutory auditors during the year. No issues, objections or concerns were raised by the outgoing auditor(s).
- xix. According to the information and explanations given to us and on the basis of the financial ratios (as disclosed in note 47 to the financial statements), ageing and expected dates of realisation 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 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. According to the information and explanations given to us and based on our verification, provisions of Section 135 of the Companies Act, 2013, are not applicable to the Company during the year. Accordingly, reporting under clause 3(xx) of the Order is not applicable to the Company.



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- xxi. The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of financial statements. Accordingly, no comment in respect of the said Clause has been included in the report.

**For M S K A & Associates**  
**Chartered Accountants**  
ICAI Firm Registration Number: 105047W

**Vaibhav Naik**  
Partner  
Membership Number: 138302  
UDIN: 25138302BNUIHV4644

Mumbai  
September 05, 2025

## **ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF INCRED WEALTH AND INVESTMENT SERVICES PRIVATE LIMITED**

[Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the Members of **InCred Wealth and Investment Services Private Limited** on the Financial Statements for the year ended March 31, 2025]

### **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 with reference to financial statements of InCred Wealth and Investment Services Private Limited (the "Company") as of March 31, 2025 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2025, based on the internal control with reference to financial statements 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 (the "Guidance Note") issued by the Institute of Chartered Accountants of India (the "ICAI").

#### **Management's and Board of Director's Responsibility for Internal Financial Controls**

The Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by ICAI. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

#### **Auditors' Responsibility**

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

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

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

#### **Meaning of Internal Financial Controls With reference to Financial Statements**

A company's internal financial control with reference to financial statements 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

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

## **Inherent Limitations of Internal Financial Controls With reference to financial statements**

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

**For M S K A & Associates**

**Chartered Accountants**

ICAI Firm Registration Number: 105047W

**Vaibhav Naik**

Partner

Membership Number: 138302

UDIN: 25138302BNUIHV4644

Mumbai

September 05, 2025

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**InCred Wealth and Investment Services Private Limited**  
**Financial Statements for the year**  
**For the year ended 31st March 2025**

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Particulars	Note No.	As at 31 March 2025	As at 31 March 2024
<b>A. ASSETS</b>			
<b>1. Non-current assets</b>			
(a) Property, plant and equipment	3	1,013.59	698.31
(b) Capital work-in-progress	4	0.67	24.49
(c) Intangible assets under development	5	10.20	10.20
(d) Other intangible assets	6	-	0.62
(e) Right of Use Assets	39	1,140.17	284.39
(f) Financial assets			
Non-current investments	7	393.05	844.14
Loans	8	13,761.70	3,899.31
Others non-current financial assets	9	122.90	396.82
(g) Deferred Tax Assets	35	1,984.12	3,181.72
(h) Other non current assets	10	13.62	0.36
<b>Total non-current assets</b>		<b>18,440.03</b>	<b>9,340.36</b>
<b>2. Current assets</b>			
(a) Financial assets			
Current Investments	11	16,900.52	12,051.83
Trade receivables	12	1,689.47	2,023.52
Cash and cash equivalents	13	37,236.90	21,095.13
Bank balances other than cash and cash equivalents	14	-	7,505.36
Loans	15	398.22	9,525.43
Others current financial assets	16	710.03	1,646.78
(b) Current tax assets (net)	17	711.10	472.60
(c) Other current assets	18	1,074.59	351.43
<b>Total current assets</b>		<b>58,720.84</b>	<b>54,672.08</b>
<b>Total Assets</b>		<b>77,160.87</b>	<b>64,012.44</b>
<b>B. EQUITY AND LIABILITIES</b>			
<b>1. Equity</b>			
(a) Equity share capital	19	817.58	817.58
(b) Other equity	20	39,031.39	32,390.35
<b>Total equity</b>		<b>39,848.97</b>	<b>33,207.93</b>
<b>2. Liabilities</b>			
<b>Non Current liabilities</b>			
(a) Financial liabilities			
Non-current borrowings	21	9,798.20	6,950.00
Lease Liability	39	959.61	207.79
Other non-current financial liabilities	22	392.79	11,405.07
(b) Non-current provisions	23	579.43	242.37
<b>Total non-current liabilities</b>		<b>11,730.02</b>	<b>18,805.23</b>
<b>Current liabilities</b>			
(a) Financial liabilities			
Borrowings	24	16,033.53	3,393.47
Lease Liabilities	39	201.72	138.38
Trade payables	25	-	-
(i) total outstanding dues of micro and small enterprises		-	-
(ii) total outstanding dues of creditors other than micro and small enterprises		1,826.62	1,744.58
Other current financial liabilities	26	6,454.31	5,994.74
(b) Other current liabilities	27	315.47	179.41
(c) Current provisions	28	43.28	3.62
(d) Current tax liabilities	29	706.95	545.09
<b>Total current liabilities</b>		<b>25,581.88</b>	<b>11,999.28</b>
<b>Total Equity and Liabilities</b>		<b>77,160.87</b>	<b>64,012.44</b>

The accompanying notes are an integral part of the financial statements

Note 1 & 2

As per our report of even date.

For M S K A & Associates  
Chartered Accountants  
ICAI Firm Registration No. 105047W

For and on behalf of the Board of Directors of  
**InCred Wealth and Investment Services Private Limited**

**Vaibhav Naik**  
Partner  
Membership No.: 138302

Place : Mumbai  
Date : 5 Sept 2025

**Nitin Subramanya Rao**  
Director  
DIN - 08108320

Place : Mumbai  
Date : 5 Sept 2025

**Yogesh Kalwani**  
Director  
DIN - 10361906

Place : Mumbai  
Date : 5 Sept 2025

**InCred Wealth and Investment Services Private Limited**  
CIN: U67190MH2020PTC350270  
**Statement of Profit and Loss for the year ended 31 March 2025**  
(All amount in INR Lakhs, unless otherwise stated)

Particulars	Note No.	For the Year ended 31 March 2025	For the Year ended 31 March 2024
<b>(I) Income</b>			
(i) Revenue From operations	30	31,543.68	18,227.70
(ii) Other income	31	3,548.56	2,208.92
<b>Total income (I = i + ii)</b>		<b>35,092.24</b>	<b>20,436.62</b>
<b>(II) Expenses</b>			
(i) Employee benefits expenses	32	18,842.87	13,011.60
(ii) Finance cost	33	1,815.55	3,674.64
(iii) Purchase of Commodity		-	195.00
(iv) Depreciation, amortization and impairment	3 & 6 & 39	425.08	307.21
(v) Others expenses	34	6,183.14	4,001.05
<b>Total expenses (II = i + ii + iii + iv + v)</b>		<b>27,266.65</b>	<b>21,189.50</b>
<b>(III) Profit/(loss) before tax and exceptional items (III = I - II)</b>		<b>7,825.60</b>	<b>(752.88)</b>
<b>(IV) Exceptional items</b>		-	-
<b>(V) Profit/(loss) before tax (V = III - IV)</b>		<b>7,825.60</b>	<b>(752.88)</b>
<b>(VI) Tax expense</b>			
(i) Current Tax		706.95	545.09
(ii) Pertaining to earlier years		(295.08)	30.17
(iii) Deferred tax expense/ (income)	35	1,258.46	(286.41)
<b>Total tax expense (VI = i + ii + iii)</b>		<b>1,670.33</b>	<b>288.85</b>
<b>(VII) Profit/(loss) for the period (VII = V - VI)</b>		<b>6,155.27</b>	<b>(1,041.73)</b>
<b>(VIII) Other comprehensive income</b>			
(i) Items that will not be reclassified to profit or loss		(241.82)	(29.54)
(ii) Income tax relating to items that will not be reclassified to profit or loss		60.86	7.44
<b>Total other comprehensive income (VIII = i + ii)</b>		<b>(180.96)</b>	<b>(22.10)</b>
<b>(IX) Total comprehensive income for the period (IX = VII + VIII)</b>		<b>5,974.31</b>	<b>(1,063.83)</b>
<b>(X) Earnings per equity share (EPS)</b>	36		
(Face value of Rs. 10 each)			
Basic (Rs.)		75.29	(12.74)
Diluted (Rs.)		75.25	(11.91)

The accompanying notes are an integral part of the financial statements

Note 1 & 2

As per our report of even date.

For M S K A & Associates  
Chartered Accountants  
ICAI Firm Registration No. 105047W

For and on behalf of the Board of Directors of  
**InCred Wealth and Investment Services Private Limited**

**Vaibhav Naik**  
Partner  
Membership No.: 138302

**Nitin Subramanya Rao**  
Director  
DIN - 08108320

**Yogesh Kalwani**  
Director  
DIN - 10361906

Place : Mumbai  
Date : 5 Sept 2025

Place : Mumbai  
Date : 5 Sept 2025

Place : Mumbai  
Date : 5 Sept 2025



InCred Wealth and Investment Services Private Limited  
CIN: U67190MH2020PTC350270  
**Cash Flow Statement for the year ended 31 March 2025**  
(All amount in INR Lakhs, unless otherwise stated)

(All amount in INR Lakhs, unless otherwise stated)

Particulars	For the Year ended 31 March 2025	For the Year ended 31 March 2024	
<b>A. Cash flow from operating activities</b>			
Profit / (loss) before tax	7,825.60	(752.88)	
Adjustments for non-cash/non-trade items:			
Depreciation and amortisation	425.08	307.21	
Gain on Sale of Investments	(23,985.80)	(13,043.93)	
Impairment of financial instruments	33.47	266.08	
Loss on Sale of Property Plant and Equipment	-	0.02	
Share based payment to employees	947.31	2,404.18	
Interest Income on Investments	(1,206.64)	-347.57	
Dividend	(14.55)	-5.61	
Interest Income on Loans	(2,187.27)	(1,640.85)	
Interest on unwinding of financial assets	(8.95)	(8.02)	
Interest on Lease Liabilities	60.71	44.64	
Interest on borrowings	1,754.84	3,623.29	
<b>Operating cash flow before working capital changes</b>	<b>(16,356.20)</b>	<b>(9,153.44)</b>	
<b>Changes in working capital</b>			
- Decrease / (increase) in trade receivable	334.05	466.25	
- Decrease / (Increase) in other non-current financial assets	4,278.51	(320.30)	
- Decrease / (Increase) in other non-current assets	273.91	0.86	
- Decrease / (Increase) in other current financial assets	4,612.57	3,505.54	
- Decrease / (increase) in other current assets	(723.17)	(179.50)	
- (Decrease) / increase in trade payables	82.05	1,505.08	
- (Decrease) / increase in other non current financial liabilities	(7,412.26)	31.86	
- (Decrease) / increase in other financial liabilities	12,785.45	3,775.67	
- (Decrease) / increase in other current liabilities	136.07	(17.97)	
- (Decrease) / increase in provisions	376.71	80.93	
<b>Cash generated from / (used in) operations</b>	<b>(1,612.31)</b>	<b>(305.01)</b>	
- Income taxes (paid) net of refunds	(545.09)	(307.84)	
<b>Net cash flow from / (used in) operating activities</b>	<b>(A)</b>	<b>(2,157.40)</b>	<b>(612.85)</b>
<b>B. Cash flows from investing activities</b>			
Purchase of property, plant and equipment	(1,597.08)	(344.21)	
Capital work-in-progress and Intangible assets under development	23.82	(7.18)	
Sale of Property, plant and equipment	(0.00)	6.65	
Loans given	(1,03,607.72)	(1,51,417.73)	
Loans repayment received	1,02,862.12	1,49,711.80	
Interest Income on Loans	2,187.27	1,308.66	
Purchase of Fixed deposits	-	(7,505.36)	
Purchase of Investments	(5,37,332.55)	(12,34,697.99)	
Sale Proceeds from Investments	5,49,942.05	12,49,335.94	
<b>Net cash flow from investing activities</b>	<b>(B)</b>	<b>12,477.91</b>	<b>6,390.58</b>
<b>C. Cash flows from financing activities</b>			
Proceeds from Borrowings	14,190.00	44,069.58	
Repayment of Borrowings	(6,371.20)	(29,039.58)	
Interest paid	(1,754.84)	(519.93)	
Payment of Principle portion of Lease liabilities	(242.71)	(191.81)	
<b>Net cash flow from financing activities</b>	<b>(C)</b>	<b>5,821.24</b>	<b>14,318.26</b>
<b>Net increase in cash and cash equivalents</b>	<b>(A + B + C)</b>	<b>16,141.76</b>	<b>20,095.99</b>
Cash and cash equivalents at the beginning of the year	21,095.13	999.14	
Cash and cash equivalents at the end of the year [Note 1 below]	37,236.89	21,095.13	
<b>Net Increase in cash and cash equivalents during the year</b>	<b>16,141.76</b>	<b>20,095.99</b>	

**Notes to cash and cash equivalents**

1. Components of cash & cash equivalents: [Refer note no. 13]

Cash on hand	-	-
Balances with Bank		
- in current accounts	16,160.29	12,990.47
- in Fixed deposits	21,076.61	8,104.66
	<u>37,236.89</u>	<u>21,095.13</u>

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

Note 1 & 2

As per our report of even date

**For M S K A & Associates**  
Chartered Accountants  
ICAI Firm Registration No. 105047W

For and on behalf of the Board of Directors of  
**InCred Wealth and Investment Services Private Limited**

**Vaibhav Naik**  
Partner  
Membership No.: 138302

Place: Mumbai  
Date : 5 Sept 2025

**Nitin Subramanya Rao**  
Director  
DIN - 08108320

Place : Mumbai  
Date : 5 Sept 2025

**Yogesh Kalwani**  
Director  
DIN - 10361906

Place : Mumbai  
Date : 5 Sept 2025

**A. Equity share capital [Refer Note No. 19]**

Particulars	Amount
Equity shares of INR 10 each issued, subscribed and fully paid-up	
Balance as at the 31 March 2023	817.58
Changes in equity share capital during the period	-
Balance as at the 31 March 2024	817.58
Changes in equity share capital during the period	-
Balance as at the 31 March 2025	817.58

**B. Other equity**

Particulars	Deemed Contribution from Parent Company	Employee Stock Option Reserve	Capital Reserve	Securities Premium	Reserves and Surplus Retained earnings [Refer Note No. 20]	Total other equity
Balance at 31 March 2023	1,748.27	835.41	80.39	39,730.83	(11,344.89)	31,050.01
<b>Transfers/Utilisations</b>						
On issue of Equity shares	-	-	-	-	-	-
Debenture redemption reserve	-	-	-	-	-	-
Amounts utilised towards share issue expenses	-	-	-	-	-	-
Contribution from Parent Company	510.55	-	-	-	-	510.55
Employee stock option expense	-	1,893.63	-	-	-	1,893.63
	510.55	1,893.63	-	-	-	2,404.18
Reserves on account of Merger	-	-	-	-	-	-
Profit / (loss) for the period	-	-	-	-	(1,041.73)	(1,041.73)
Other comprehensive income for the period, net of income tax	-	-	-	-	(22.10)	(22.10)
<b>Total comprehensive income for the period, net of income tax</b>	-	-	-	-	(1,063.83)	(1,063.83)
Balance as at the 31 March 2024	2,258.82	2,729.04	80.39	39,730.83	(12,408.72)	32,390.35
<b>Transfers/Utilisations</b>						
On issue of Equity shares	-	-	-	-	-	-
Debenture redemption reserve	-	-	-	-	-	-
Amounts utilised towards share issue expenses	-	-	-	-	-	-
Contribution from Parent Company	-	-	-	-	104.22	104.22
Employee stock option expense	-	259.25	-	-	-	259.25
	-	259.25	-	-	104.22	363.47
Reserves on account of Merger	-	-	-	-	-	-
Profit / (loss) for the period	-	-	-	-	6,155.27	6,155.27
Transfer from ESOP reserve	-	-	-	-	303.25	303.25
Other comprehensive income for the period, net of income tax	-	-	-	-	(180.96)	(180.96)
<b>Total comprehensive income for the period, net of income tax</b>	-	-	-	-	6,277.56	6,277.56
Balance as at the 31 March 2025	2,258.82	2,988.29	80.39	39,730.83	-6,026.94	39,031.39

The accompanying notes are an integral part of the financial statements

Note 1 & 2

As per our report of even date.

For M S K A & Associates  
Chartered Accountants  
ICAI Firm Registration No. 105047W

For and on behalf of the Board of Directors of  
**InCred Wealth and Investment Services Private Limited**

**Vaibhav Naik**  
Partner  
Membership No.: 138302  
Place: Mumbai  
Date : 5 Sept 2025

**Nitin Subramanya Rao**  
Director  
DIN - 07342318  
Place : Mumbai  
Date : 5 Sept 2025

**Yogesh Kalwani**  
Director  
DIN - 10361906  
Place : Mumbai  
Date : 5 Sept 2025

**Note 1 : General information**

**1.1. Corporate information**

InCred Wealth and Investment Services Private Limited ("Company") was incorporated in India under the provisions of The Companies Act 2013 (the "Act") dated 18 November 2020. The Company is having its registered office at unit no. 1203, 12th floor, B wing The Capital, Plot No. C-70, G Block, BKC Mumbai 400051 Maharashtra.

The Company is primarily engaged in the business of distribution of financial products by mobilizing funds and assets of various classes of investors. The Company has obtained the registration as Mutual Fund distributor from Association of Mutual Fund of India (AMFI) w.e.f 17 March 2022 and certificate of registration as Corporate Agent from Insurance Regulatory and Development Authority of India w.e.f 20 June 2023. The Company is also engaged in the process of purchase and sale of securities including commodities.

**1.2. Basis of preparation**

**A. Compliance with Ind-As**

Financial statements have been prepared in accordance with the Indian Accounting Standards ('Ind AS') notified under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and other relevant provisions of the Act.

These financial statements are approved for issuance by the Board of Directors on 5th September, 2025

**B. Functional and presentation currency**

The financial statements are presented in Indian Rupees ('INR'), which is also the Company's functional currency. All the amounts have been rounded-off to the nearest Lakhs, unless otherwise stated.

**C. Basis of measurement**

The Financial statements have been prepared on going concern basis using historical cost convention and on an accrual method of accounting except for the following items.

- (i) Certain financial assets and liabilities that are measured at fair value / amortised cost.
- (ii) Net defined benefit asset/liability - plan assets are measured at fair value less present value of defined benefit obligation
- (iii) Share-based payments - measured at fair value on initial recognition

**D. Use of estimates and judgements**

The preparation of the financial statements in conformity with Ind AS requires that management make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities as at the date of financial statements, reported amount of revenues and expenses for the reporting period. The actual results could differ from these estimates. These estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

The Company makes certain judgments and estimates for valuation and impairment of financial instruments, fair valuation of employee stock options, useful life of property, plant and equipment, deferred tax assets and retirement benefit obligations. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable.

Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

**Significant Estimates**

**Determination of the estimated useful lives of tangible assets**

Useful lives of property, plant and equipment are taken as prescribed in Schedule II of the Act. In cases, where the useful lives are different from that prescribed in Schedule II and in case of intangible assets, they are estimated by management based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers' warranties and maintenance support.

**Recognition and measurement of defined benefit obligations**

The obligation arising from defined benefit plan is determined on the basis of actuarial assumptions. Key actuarial assumptions include discount rate, trends in salary escalation, actuarial rates and life expectancy. The discount rate is determined by reference to market yields at the end of the reporting period on government bonds. The period to maturity of the underlying bonds correspond to the probable maturity of the post-employment benefit obligations. Due to complexities involved in the valuation and its long term nature, defined benefit obligation is sensitive to changes in these assumptions. All assumptions are reviewed at each reporting period. Further details are disclosed in Notes to accounts.

**Recognition of deferred tax assets / liabilities**

Deferred tax assets and liabilities are recognised for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases and unutilised business loss and depreciation carry forward and tax credits. Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences, unused tax losses, depreciation carry forward and unused tax credits could be utilised. Further details are disclosed in Notes to accounts.

#### **Recognition and measurement of provisions and contingencies**

The recognition and measurement of other provisions are based on the assessment of the probability of an outflow of resources and on past experience and circumstances known at the reporting date. The actual outflow of resources at a future date may therefore, vary from the amount included in other provisions.

#### **Impairment of financial assets**

The Company recognises loss allowances for expected credit losses on its financial assets measured at amortised cost. At each reporting date, the Company assesses whether financial assets carried at amortised cost are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

#### **Leases**

In determining whether an arrangement is, or contains a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease date if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset, even if that right is not explicitly specified in the arrangement.

#### **Fair valuation of employee share options**

The fair valuation of the employee share options is based on the Black-Scholes option pricing model used for valuation of options. Key assumptions and inputs for fair value made with respect to expected volatility includes share price, expected dividends and discount rate, under the Black-Scholes option pricing model.

#### **E. Current / Non-current classification of assets and liabilities**

All assets and liabilities are classified into current and non-current basis the residual maturity/liquidity.

##### **Assets**

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

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

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

##### **Liabilities**

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

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

Current liabilities include the current portion of non-current financial liabilities.

All other liabilities are classified as non-current.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. The Company has identified 12 months as their operating cycle for classification of their current assets and liabilities.

#### **F. Presentation of financial statements**

The financial statements of the Company are presented as per Schedule III ('Division II') of the Companies Act, 2013 as notified by the Ministry of Corporate Affairs ('MCA'). The Statement of cash flows has been prepared and presented as per the requirements of Ind AS - 7, Statement of Cash flows. The disclosure requirements with respect to items in the Balance sheet and Statement of Profit and Loss, Statement of Changes in Equity as prescribed in the Schedule III of the Companies Act, 2013 are presented by way of notes forming part of the financial statements along with the other notes required to be disclosed under the notified Ind AS.

#### **Note 2 : Material accounting policies**

##### **2.1. Measurement of fair values**

The Company's accounting policies and disclosures require the measurement of fair values for financial instruments.

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. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- (i) In the principal market for the asset or liability, or
- (ii) In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company

The Company has an established control framework with respect to the measurement of fair values. The management has the overall responsibility for overseeing all significant fair value measurements, including Level 3 fair value.

The management regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the management assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which such valuations should be classified.

When measuring the fair values of a financial asset or a financial liability, the Company uses observable market data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

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

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

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

When measuring the fair value of a financial asset or a financial liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

## 2.2. Financial instruments

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

### A. Recognition and initial measurement

Trade receivables and Trade payables are initially recognised when they are originated. All other financial assets and liabilities are initially recognised when the Company becomes a party to the contractual provisions of the instrument.

A financial asset or financial liability is initially measured at fair value plus, for an item not at fair value through profit and loss ('FVTPL'), transaction costs that are directly attributable to its acquisition.

### B. Classification of financial assets:

#### **Financial assets:**

On initial recognition, a financial asset is classified as measured at:

- Amortised Cost
- Fair value through other comprehensive income ('FVOCI')
- Fair value through profit and loss ('FVTPL')

The Company classifies its financial assets in the following measurement categories:

#### **Financial assets measured at amortised cost:**

A financial asset that meets the following two conditions is measured at amortised cost (net of any write down for impairment), unless the asset is designated at FVTPL:

- (i) The financial asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- (ii) The Contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest ('SPPI') on the principal amount outstanding.

#### **Financial assets measured at fair value through other comprehensive Income ('FVOCI'):**

A financial asset is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:

- (i) the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- (ii) the contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest ('SPPI') on the principal amount outstanding.

#### **Financial assets measured at fair value through profit and loss ('FVTPL'):**

A financial asset which is not classified in above category is subsequently measured at FVTPL. Where assets are measured at fair value, gains and losses are recognized entirely in the Statement of Profit and Loss.

### C. Subsequent recognition of financial assets:

The assets classified in the aforementioned categories are subsequently measured as follows:

#### **Financial assets at amortised cost:**

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in Statement of Profit and Loss. Any gain or loss on derecognition is recognised in Statement of Profit and Loss. However the gains and losses resulting from fluctuations in fair value are not recognized for financials assets classified in this category.

#### **Financial assets at FVTPL:**

These assets are subsequently measured at each reporting period at fair value. Net gains and losses, including any interest or dividend income, are recognised in Statement of Profit and Loss.



**Debt investments at FVOCI :**

These assets are subsequently measured at each reporting period at fair value. Interest income under the EIR method, foreign gains and losses and impairment are recognised in Statement of Profit and Loss. Other net gains and losses are recognised in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to Statement of Profit and Loss.

**Equity investments designated at FVOCI :**

These assets are subsequently measured at each reporting period at fair value. Dividends are recognised as income in statement of profit and loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI and are not reclassified to statement of profit and loss.

**D. Classification of financial liabilities:**

Financial liabilities are classified and measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for-trading or it is designated as on initial recognition. For trade and other payable the carrying amount approximates the fair value due to short maturity of these instruments.

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

**E. Subsequent recognition of financial liabilities:**

All financial liabilities are recognised initially at fair value and net of directly attributable and incremental transaction cost.

**F. Derecognition of financial assets and financial liabilities**

**Financial assets:**

The Company derecognizes a financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) when the contractual rights to receive cash flows from the financial asset expires or it transfers the rights to receive the contractual cash flows in a transaction in which the company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the asset.

If the Company enters into transactions whereby it transfers assets recognized on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

Any gain or loss on derecognition is recognised in statement of profit and loss.

**Financial liabilities:**

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

Any gain or loss on derecognition is recognised in statement of profit and loss.

**G. Offsetting of financial instruments**

A financial asset and a financial liability is offset and presented on net basis in the balance sheet when there is a current legally enforceable right to set-off the recognised amounts and it is intended to either settle on net basis or to realise the asset and settle the liability simultaneously.

**H. Reclassification of financial assets and financial liabilities**

The company is required to reclassify financial assets when and only when it changes its business model for managing financial assets. Reclassifications are expected to be very infrequent. Such changes must be determined by the company's senior management as a result of external or internal changes and must be significant to the company's operations and demonstrable to external parties.

Further reclassification is not allowed in following cases:

- Investments in equity instruments irrevocably designated as at FVOCI cannot be reclassified,
- Reclassification of financial liabilities.

**H. Derivatives recorded at fair value through profit and loss**

A derivative is a financial instrument or other contract with all three of the following characteristics:

- Its value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index, or other variable, provided that, in the case of a non-financial variable, it is not specific to a party to the contract (i.e., the 'underlying').

- It requires no initial net investment or an initial net investment that is smaller than would be required for other types of contracts expected to have a similar response to changes in market factors.

- It is settled at a future date.

The Company enters into derivative transactions with various counterparties to hedge its foreign currency risks, interest rate risks and equity price risks, respectively. These include cross-currency swaps, forward foreign exchange contracts, futures and options on equities.

Derivatives are recorded at fair value and carried as assets when their fair value is positive and as liabilities when their fair value is negative. Changes in the fair value of derivatives are included in net gain on fair value changes unless hedge accounting is applied.

## **I. Embedded Derivatives**

An embedded derivative is a component of a hybrid instrument that also includes a non-derivative host contract with the effect that some of the cash flows of the combined instrument vary in a way similar to a stand-alone derivative. An embedded derivative causes some or all of the cash flows that otherwise would be required by the contract to be modified according to a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index, or other variable, provided that, in the case of a non-financial variable, it is not specific to a party to the contract. A derivative that is attached to a financial instrument, but is contractually transferable independently of that instrument, or has a different counterparty from that instrument, is not an embedded derivative, but a separate financial instrument.

If the hybrid contract contains a host that is a financial asset / financial liability within the scope of Ind AS 109, the Company does not separate embedded derivatives. Rather, it applies the classification requirements contained in Ind AS 109 to the entire hybrid contract.

Derivatives embedded in all other host contracts are accounted for as separate derivatives and recorded at fair value if their economic characteristics and risks are not closely related to those of the host contracts and the host contracts are not held for trading or designated at fair value through profit or loss. These embedded derivatives are measured at fair value with changes in fair value recognised in profit or loss, unless designated as effective hedging instruments

## **2.3. Impairment**

### **A. Impairment of financial assets**

In accordance with Ind AS 109, the Company applies expected credit loss model (ECL) for measurement and recognition of impairment loss. The Company recognises lifetime expected losses for all contract assets and / or all trade receivables that do not constitute a financing transaction. At each reporting date, the Company assesses whether the loans have been impaired. The Company is exposed to credit risk when the customer defaults on his contractual obligations. For the computation of ECL, the loan receivables are classified into three stages based on the default and the aging of the outstanding. If the amount of an impairment loss decreases in a subsequent period, and the decrease can be related objectively to an event occurring after the impairment was recognised, the excess is written back by reducing the loan impairment allowance account accordingly. The write-back is recognised in the statement of profit and loss. The Company recognises life time expected credit loss for trade receivables and has adopted the simplified method of computation as per Ind AS 109. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

### **B. Impairment of non-financial assets**

The carrying values of assets at each balance sheet date are reviewed to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

The recoverable amount of the asset is the higher of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

If the carrying amount of the assets exceed the estimated recoverable amount, an impairment loss is recognised in the Statement of Profit and Loss for such excess amount.

In respect of assets (except goodwill) for which impairment loss is to be recognised in prior periods, the Company reviews at each reporting date whether there is any indication that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. Such reversal of impairment loss is recognised in the statement of profit and loss, to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

## **2.4. Cash and cash equivalents**

Cash and cash equivalents comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less.

For the purpose of the statement of cash flows, cash and cash equivalents consists of cash at bank and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

## **2.5. Property, plant and equipment**

### **A. Recognition and measurement**

Property, plant and equipment are stated at cost less accumulated depreciation and impairment, if any. The cost of an item of property, plant and equipment comprises of its purchase price, including import duties and non-refundable purchase taxes after deducting trade discounts and rebates and any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management and the initial estimate of the cost of dismantling, removing the item and restoring the site on which it is located, referred to as 'decommissioning, restoration and similar liabilities', the obligation for which an enterprise incurs either when the item is acquired or as a consequence of having used the item during a particular period for purposes other than to produce inventories during the period.

Borrowing costs relating to acquisition of an item of property, plant and equipment which takes substantial period to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be use.

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as capital advances under other non-financial assets and the cost of assets not put to use before such date are disclosed under 'Capital Work-in-Progress'.

Repairs & Maintenance costs are recognized in the Statement of profit and loss when incurred.

Gains or losses arising from sale of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognized.

Property, plant and equipment held for sale is valued at lower of their carrying amount and net realizable value. Any write-down in the value of asset is recognized in the Statement of profit and loss.

**B. Subsequent expenditure**

Subsequent cost is capitalised only when it is probable that the future economic benefits associated with the expenditure will flow to the Company and the cost of the item can be measured reliably.

**C. Derecognition**

The carrying amount of an item of property, plant and equipment is derecognised on disposal or when no future economic benefits are expected from its use or disposal. Gains or losses arising from derecognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

**D. Depreciation**

Depreciation is provided on straight-line basis as per the useful life given under Schedule II of the Companies Act, 2013. The Companies Act, 2013 prescribes that the asset should be written off over its useful life as estimated by the management and provides the indicative useful lives for the different class of assets.

The useful life as estimated by the management and corresponding depreciation rates for the different category of assets recognised in the books are as under:

Asset Group	Useful life estimated by the management (years)
Furniture and fittings	10
Office equipment's	5
Computers	3
Vehicle	8
Leasehold improvements	Over the life of lease period
ROU Assets	Over the life of lease period

Depreciation is not recorded on capital work in progress until construction and installation is completed and assets are ready for its intended

Depreciation on addition to property, plant and equipment is provided on pro-rata basis from the date the asset is ready for use. Depreciation on sale of property, plant and equipment is provided for up to the date of sale, deduction and discarding as the case may be.

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted prospectively. Based on technical evaluation and consequent advice, the management believes that its estimated useful life as given above best represent the period over which management expects to use these assets.

**2.6. Intangible assets****A. Recognition and measurement**

Intangible assets are stated at cost of acquisition less accumulated amortisation and impairment losses, if any. The cost of an intangible asset comprises its purchase price including any import duties and other taxes (other than those subsequently recoverable from the taxing authorities), and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates.

Advances paid towards the acquisition of Intangible assets outstanding at each balance sheet date is classified as capital advances under other non-financial assets and the cost of assets not put to use before such date are disclosed under 'Intangible assets under development'.

**B. Subsequent expenditure**

Subsequent expenditure on an intangible asset is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure are recognised in the Statement profit and loss as incurred.

**C. Amortization**

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values over their estimated useful life using the straight-line method, and is included in depreciation, amortisation and impairment in the Statement of Profit and Loss.

The intangible assets are amortised over the estimated useful life.

Amortisation methods, useful life and residual values are reviewed at each reporting date and adjusted as appropriate.

## 2.7. Income tax

Income tax expense comprises current and deferred tax. It is recognised in statement of profit and loss except to the extent that it relates to an item recognised directly in equity or in other comprehensive income ('OCI'), in which case the tax effect is recognised in equity or OCI. Income tax payable on profits is based on the applicable tax laws in each tax jurisdiction and is recognised as an expense in the period in which profit arises.

### A. Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates enacted or substantively enacted at the reporting date.

Current tax assets and liabilities are offset only if, the Company:

- (i) has a legally enforceable right to set off the recognised amounts; and
- (ii) intends to realise the asset or settle the liability on a net basis or simultaneously.

### B. Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

Deferred tax is not recognised for:

- (i) temporary differences on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit and loss; and
- (ii) temporary differences related to investments in subsidiaries and associates to the extent that the Company is able to control the timing of the reversal of the temporary differences and it is probable that they will not reverse in the foreseeable future.

Deferred tax assets are recognised for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be used. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised. Such reductions are reversed when the probability of future taxable profits improves. Unrecognised deferred tax assets are reassessed at each reporting date and recognised to the extent that it has become probable that future taxable profits will be available against which they can be used.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted as on the reporting date. Taxes relating to items recognised directly in equity or OCI is recognised in equity or OCI.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset only if:

- (i) the Company has a legally enforceable right to set off current tax assets against current tax liabilities; and
- (ii) the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on the same taxable entity.

## 2.8. Borrowing costs

Borrowing costs include interest expense and other costs incurred by the Company in connection with the borrowing of funds. Borrowing costs directly attributable to acquisition or construction of those tangible fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalized. Other borrowing costs are recognized as an expense in the year in which they are incurred.

## 2.9. Share capital

### Ordinary shares

Ordinary shares are classified as equity. Incremental costs directly attributable to the issuance of new ordinary shares and share options are recognised as a deduction from equity, net of any tax effects.

## 2.10. Leases

The Company evaluates if an arrangement qualifies to be a lease as per the requirements of Ind AS 116. The Company uses significant judgement in assessing the lease term (including anticipated renewals) and the applicable discount rate.

The Company determines the lease term as the non-cancellable period of a lease, together with both periods covered by an option to extend the lease if the Company is reasonably certain to exercise that option; and periods covered by an option to terminate the lease if the Company is reasonably certain not to exercise that option. The Company revises the lease term if there is a change in the non-cancellable period of a lease

At the date of commencement of the lease, the Company recognizes right-of-use ("ROU") asset and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense over the term of the lease.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

The lease liability is initially measured at amortised cost at the present value of the future lease payments. The lease payments are discounted using the incremental borrowing rates of the company.

#### 2.11. Revenue from operations

Revenue (other than for those items to which Ind AS 109 Financial Instruments are applicable) is measured at fair value of the consideration received or receivable. Ind AS 115, Revenue from contracts with customers, outlines a single comprehensive model of accounting for revenue. The Company recognises revenue from contracts with customers based on a five step model as set out in Ind AS 115:

**Step 1: Identify contract(s) with a customer:** A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.

**Step 2: Identify performance obligations in the contract:** A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

**Step 3: Determine the transaction price:** The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

**Step 4: Allocate the transaction price to the performance obligations in the contract:** For a contract that has more than one performance obligation, the Company allocates the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.

**Step 5: Recognise revenue when (or as) the Company satisfies a performance obligation.**

The Company recognises revenue from the following sources:

(i) **Distribution fees, commission and related income :** Distribution commission income is recognised when right to receive is established as per the terms of the contract, based on the confirmations received from the third party vendors.

Commission and related income comprises of income in the nature of commission, arranger and facilitation fee income which is recognized when right to receive the income is established as per the terms of the contract.

(ii) **Fee Income :** Fee income is recognized when right to receive the income is established as per the terms of the contract.

(iii) **Income from gain/loss on sale of investments**

a) Profit or loss on sale of investments is determined on the basis of first-in-first-out (FIFO) basis.

b) All the instruments outstanding as at the balance sheet date are measured at fair value using quoted market prices in an actively traded market, wherever available, as the best evidence of fair value. In absence of quoted market prices in an actively traded market, market intermediary quotes, valuation techniques are used to determine the fair value. In most cases the valuation techniques use observable market data as input parameters in order to ensure reliability of the fair value measure.

(iv) Other operational revenue represents income earned from the activities incidental to the business and is recognized when right to receive the income is established as per the terms of the contract.

#### 2.12. Earning per share

The basic earnings per share ('EPS') is computed by dividing the net profit / (loss) after tax for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, net profit / (loss) after tax for the year attributable to the equity shareholders and the weighted average number of equity shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

#### 2.13. Provisions, contingent liabilities and contingent assets

##### A. Provisions

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

The expenses relating to a provision is presented in the Statement of Profit and Loss.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows specific to the liability. The unwinding of the discount is recognised as finance cost.

##### B. Onerous contracts

Provisions for onerous contracts are recognized when the expected benefits to be derived from a contract are lower than the unavoidable costs of meeting the future obligations under the contract. The provision is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the Company recognises any impairment loss on the assets associated with that contract.

##### C. Contingent liabilities

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but will probably not, require an outflow of resources. When there is a possible obligation of a present obligation in respect of which the likelihood of outflow of resources is remote, no provision disclosure is made.

The Company has a process whereby periodically all long term contracts (including derivative contracts) are assessed for material foreseeable losses. The Company assesses its obligations arising in the normal course of business, including pending litigations, proceedings pending with tax authorities and other contracts including derivative and long term contracts periodically and ensures that appropriate treatment has been made as required under Ind AS.

##### D. Contingent assets

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the asset and related income are recognised in the period in which the change occurs.

Provisions, contingent assets, contingent liabilities and commitments are reviewed at each reporting date.

#### 2.14. Foreign Exchange Transactions

The functional currency of the Company is determined on the basis of the primary economic environment in which it operates. The functional currency of the Company is Indian National Rupee (INR).

The transactions in currencies other than the entity's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences on monetary items are recognised in Statement of Profit and Loss.

## 2.15. Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to chief operating decision maker. An operating segment is a component of the Company that engages in business activities from which it may earn revenue and incur expenses, including revenue and expenses that relate to transactions with other components of the same entity, and for which discrete financial information is available. All operating segments' operating results are reviewed regularly by the chief operating decision maker.

## 2.16. Events after the reporting period

Events after the reporting period are those events, both favourable and unfavourable that occur between end of the reporting period and the date on which the financial statements are approved for issue.

### A. Adjusting events

Events which provide further evidence of conditions that existed at the end of the reporting period are adjusting events. Financial statements have been adjusted for those events.

### B. Non-adjusting events

Events which are of indicative of conditions that arise after the end of the reporting period are Non-adjusting events. Disclosure of the nature of event and estimate of its financial effect have been made in the financial statements.

There have been no events after the reporting date that require disclosure in these financial statements.

## 2.17. Related party disclosure

A related party is any party of entity that controls or can significantly influence the management or operations of the Company during the reporting period.

The Company has disclosed names of related parties with relationship and transaction between Company and its related parties in the notes to financial statement.

## 2.18. Employee benefits

### A. Short-term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

### B. Compensated absences

The Company does not have a policy of encashment of unavailed leaves for its employees and are not permitted to carry forward the leaves. Hence there is no liability towards compensated absence.

### C. Post-employment benefits

#### Defined contribution plans - Provident Fund and ESIC

Eligible employees of the Company receive benefit from a provident fund, which a defined contribution plan. Both the eligible employee and the Company make monthly contributions to the provident fund plan equal to a specified percentage of covered employee's salary. The Company contributes an equal portion to the provident fund.

#### Defined benefit plans - Gratuity

The Company's liability towards gratuity scheme is determined by independent actuaries, using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation. This cost is included in employee benefit expense in the statement of profit and loss.

Remeasurement of defined benefit plans, comprising of actuarial gains / losses, return on plan assets excluding interest income are recognised immediately in the balance sheet with corresponding debit or credit to Other Comprehensive Income (OCI). Remeasurements are not reclassified to statement of profit and loss in the subsequent period.

## 2.19. Share-based payment arrangements

The cost of equity-settled transactions is determined by the fair value at the date when the grant is made using an appropriate valuation model.

That cost is recognised, together with a corresponding increase in share-based payment reserves in equity, over the period in which the performance and/or service conditions are fulfilled. The cumulative expense recognised for equity-settled transactions at each reporting date until the vesting date reflects the extent to which the vesting period has expired and the Company's best estimate of the number of equity instruments that will ultimately vest.

When the terms of an equity-settled award are modified, the minimum expense recognised is the expense had the terms not been modified, if the original terms of the award are met. An additional expense is recognised for any modification that increases the total fair value of the share-based payment transaction, or is otherwise beneficial to the employee as measured at the date of modification. Where an award is cancelled by the entity or by the counterparty, any remaining element of the fair value of the award is expensed immediately through the Statement of Profit and Loss.

The dilutive effect of outstanding options is reflected as additional share dilution in the computation of diluted earnings per share.



## **2.20. Statement of Cash flows**

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated and reported in the financial statements.

## **2.21 Investments**

Investment in subsidiaries is carried at cost less impairment if any in the financial statement.

All investments are carried at fair value at individual security level and any unrealised gains/ (losses) due to changes in the fair value are recognised in the Statement of Profit and Loss. In valuing the Scheme's investments:

Traded Equity and Equity related Securities are valued at the last quoted closing price on the National Stock Exchange (NSE) or other Stock Exchange (SE) (in case where security is either not listed on NSE or not traded on NSE).

Debentures/Bonds and related Securities are valued at the last quoted closing price on the Bombay Stock Exchange (BSE) or other Stock Exchange (SE) (in case where security is either not listed on BSE or not traded on BSE).

## **2.22 Business Combinations**

Business Combinations (not involving entities under common control) are accounted for using the acquisition method. At the acquisition date, identifiable asset acquired and liabilities assumed are measured at fair value. For this purpose, the liabilities assumed include contingent liabilities representing present obligation and they are measured at their acquisition date fair values irrespective of the fact that outflow of resources embodying economic benefits is not probable. The consideration transferred is measured at fair value at acquisition date and includes the fair value of any contingent consideration. However, deferred tax asset or liability and any liability or asset relating to employee benefit arrangements arising from business combination are measured and recognised in accordance with the requirements of Ind AS 12, Income Taxes and Ind AS 19, Employee Benefits, respectively.

Where the consideration transferred exceeds the fair value of the net identifiable assets acquired and liabilities assumed, the excess is recorded as goodwill. Alternatively, in case of bargain purchase wherein the consideration transferred is lower than the fair value of the net identifiable assets acquired and liabilities assumed, the difference is accumulated in equity as capital reserve. The cost of acquisition excluding those relating to issue of equity or debt securities are charged to the Statement of Profit and Loss in the period in which they are incurred.

Business combinations of entities under common control are accounted using the "pooling of interests" method and assets and liabilities are reflected at the predecessor carrying values and the only adjustments that are made are to harmonise accounting policies. The figures for the previous periods are restated as if the business combination had occurred at the beginning of the preceding period irrespective of the actual date of the combination.

## **2.23 Standards issued but not yet effective upto the date of issuance of the financial statements**

There are no standards that are notified and not yet effective as on date.

InCred Wealth and Investment Services Private Limited  
CIN: U67190MH2020PTC350270  
Notes forming part of the financial statements for the year ended 31 March 2025  
(All amount in INR Lakhs, unless otherwise stated)

**Note 3 : Property, plant and equipment**

Particulars	ROU Assets [Refer Note No. 39]	Furniture & fittings	Leasehold Improvements	Office Equipments	Vehicle	Computer & Printer	Total
<b>Gross carrying amount:</b>							
As at 31 March 2023	646.15	48.34	254.45	62.82	239.30	165.44	770
Additions during the year	81.35	12.03	100.90	8.89	188.60	33.79	344
Acquired via Merger	-	-	-	-	-	-	-
Deletion / Disposals during the year	-	-	-	-	7.10	-	7
Transfers	-	-	-	-	-	1.87	2
<b>As at 31 March 2024</b>	<b>727.50</b>	<b>60.37</b>	<b>355.35</b>	<b>71.71</b>	<b>420.80</b>	<b>197.36</b>	<b>1,105.59</b>
Additions during the year	1,038.14	6.95	123.24	8.11	345.16	75.48	558.94
Deletion / Disposals during the year	-	-	-0.00	-	-	-	-0.00
Transfers	-	-	-	-	-	-	-
<b>As at 31 March 2025</b>	<b>1,765.64</b>	<b>67.33</b>	<b>478.59</b>	<b>79.82</b>	<b>765.96</b>	<b>272.84</b>	<b>1,664.53</b>
<b>Accumulated depreciation:</b>							
As at 31 March 2023	313.42	12.80	88.69	17.51	20.56	97.17	236.74
Depreciation charge for the year	129.69	5.29	66.48	13.21	38.79	48.64	172.40
Accumulated depreciation on disposals during the year	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	1.87	1.88
<b>As at 31 March 2024</b>	<b>443.11</b>	<b>18.09</b>	<b>155.17</b>	<b>30.72</b>	<b>59.35</b>	<b>143.94</b>	<b>407.28</b>
Depreciation charge for the year	182.36	6.23	89.13	14.97	80.45	52.92	243.71
Accumulated depreciation on disposals during the year	-	-	-	0.05	0.00	-	0.06
Transfers	-	-	-	-	-	-	-
<b>As at 31 March 2025</b>	<b>625.47</b>	<b>24.32</b>	<b>244.30</b>	<b>45.64</b>	<b>139.80</b>	<b>196.86</b>	<b>650.93</b>
<b>Net carrying amount:</b>							
As at 31 March 2025	1,140.17	43.01	234.29	34.18	626.16	75.98	1,013.59
As at 31 March 2024	284.39	42.27	200.18	40.99	361.45	53.42	698.31

**Note 4 : Capital work-in-progress**

Particulars	Leasehold Improvements	Total
<b>Cost:</b>		
As at 31 March 2023	17.31	17.31
Additions during the year	174.06	174.06
Capitalized during the year	166.88	166.88
<b>As at 31 March 2024</b>	<b>24.49</b>	<b>24.49</b>
Additions during the year	7.91	7.91
Reversed during the year	23.82	23.82
Capitalized during the year	7.91	7.91
<b>As at 31 March 2025</b>	<b>0.67</b>	<b>0.67</b>

**Note 5 : Intangible assets under development**

Particulars	Software	Total
<b>Cost:</b>		
As at 31 March 2023	-	-
Additions during the year	9.20	9.20
Acquired via merger	1.00	1.00
Capitalized during the year	-	-
<b>As at 31 March 2024</b>	<b>10.20</b>	<b>10.20</b>
Additions during the year	-	-
Acquired via merger	-	-
Capitalized during the year	-	-
<b>Projects in progress</b>	<b>10.20</b>	<b>10.20</b>

**Note 6 : Other intangible assets**

Particulars	Software	Website	Customer Relationships	Total
<b>Gross carrying amount:</b>				
As at 31 March 2023	15.25	2.00	-	17.25
Additions during the year	-	-	-	-
Acquired via merger	-	-	-	-
Deletion / Disposals during the year	-	-	-	-
Write off	-	-	-	-
<b>As at 31 March 2024</b>	<b>15.25</b>	<b>2.00</b>	<b>-</b>	<b>17.25</b>
Additions during the year	-	-	-	-
Acquired via merger	-	-	-	-
Deletion / Disposals during the year	-	-	-	-
Write off	-	-	-	-
<b>As at 31 March 2025</b>	<b>15.25</b>	<b>2.00</b>	<b>-</b>	<b>17.25</b>
<b>Accumulated depreciation:</b>				
As at 31 March 2023	10.09	1.86	-	11.95
Depreciation charge for the year	4.54	0.14	-	4.68
Acquired via merger	-	-	-	-
Accumulated depreciation on disposals during the year	-	-	-	-
<b>As at 31 March 2024</b>	<b>14.63</b>	<b>2.00</b>	<b>-</b>	<b>16.63</b>
Depreciation charge for the year	0.62	-	-	0.62
Acquired via merger	-	-	-	-
Accumulated depreciation on disposals during the year	-	-	-	-
<b>As at 31 March 2025</b>	<b>15.25</b>	<b>2.00</b>	<b>-</b>	<b>17.25</b>
<b>Net carrying amount:</b>				
As at 31 March 2025	0.00	0.00	-	0.00
As at 31 March 2024	0.62	0.00	-	0.62

**Note 7 : Non-current investments**

Particulars	As at 31 March 2025	As at 31 March 2024
<b>Quoted, carried at FVTPL:</b>		
Derivative Assets	393.05	383.34
Market Linked Debentures	-	460.80
<b>Total</b>	<b>393.05</b>	<b>844.14</b>

**Note 8 : Loans**

Particulars	As at 31 March 2025	As at 31 March 2024
Loan to Others	-	300.00
Loan to related party	13,816.97	3,615.00
Loan to Subsidiary [Refer Note No. 42]	-	-
	<b>13,816.97</b>	<b>3,915.00</b>
Less: Allowance for impairment loss	(55.27)	(15.69)
<b>Total</b>	<b>13,761.70</b>	<b>3,899.31</b>

**Note 9 : Others non-current financial assets**

Particulars	As at 31 March 2025	As at 31 March 2024
<b>Financial assets carried at amortized cost:</b>		
Rental deposits	113.07	86.71
Bank deposits with more than 12 months maturity	-	310.14
Other deposits	13.92	4.06
	<b>126.99</b>	<b>400.91</b>
Less: Allowance for impairment loss	(4.09)	(4.09)
<b>Total</b>	<b>122.90</b>	<b>396.82</b>

**Note 10 : Other non current assets**

Particulars	As at 31 March 2025	As at 31 March 2024
Prepaid expenses	13.62	0.36
<b>Total</b>	<b>13.62</b>	<b>0.36</b>

**Note 11 : Current Investments**

Particulars	As at 31 March 2025	As at 31 March 2024
<b>Unquoted, carried at FVTPL:</b>		
Equity Shares	6,886.09	2,183.11
Compulsorily Convertible Preference Shares	3,063.44	4,547.50
Non Convertible Debentures	2,399.52	641.32
Market Linked Debentures	599.14	610.00
<b>Unquoted, carried at amortised cost:</b>		
Compulsorily Convertible Debentures	300.00	300.00
<b>Quoted, carried at FVTPL:</b>		
Non Convertible Debentures	790.80	603.13
Market Linked Debentures	-	50.03
Equity Shares	1,251.42	1,909.58
Options	-	-43.23
<b>Quoted, carried at FVTPL:</b>		
Mutual Funds	1,910.11	1,550.39
<b>Total</b>	<b>17,200.52</b>	<b>12,351.83</b>
Less: Allowance for impairment loss	(300.00)	-300.00
<b>Total</b>	<b>16,900.52</b>	<b>12,051.83</b>
Aggregate amount of unquoted investments	13,248.19	8,281.93
Aggregate amount of quoted investments	3,652.33	3,769.90

**Note 12 : Trade receivables**

Particulars	As at 31 March 2025	As at 31 March 2024
<b>Unsecured, considered good</b>		
from others	701.30	705.25
from related parties [Refer Note No. 42]	1,036.55	1,336.32
	<b>1,737.86</b>	<b>2,041.57</b>
Less: Allowance for impairment loss	(48.39)	(18.05)
<b>Total</b>	<b>1,689.47</b>	<b>2,023.52</b>

**As at 31 March 2025 :**

Particulars	Outstanding for following periods from due date of payment						Total
	Unbilled	Less than 6 Months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
i) Undisputed Trade Receivables - Consider good	1,269.60	390.73	29.16	36.47	10.08	1.84	1,737.89
ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
iii) Undisputed Trade Receivables - Credit impaired	-	-	-	-	-	-	-
iv) Disputed Trade Receivables - Considered goods	-	-	-	-	-	-	-
v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
vi) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
<b>Total</b>	<b>1,269.60</b>	<b>390.73</b>	<b>29.16</b>	<b>36.47</b>	<b>10.08</b>	<b>1.84</b>	<b>1,737.89</b>

**As at 31 March 2024 :**

Particulars	Outstanding for following periods from due date of payment						Total
	Unbilled	Less than 6 Months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
i) Undisputed Trade Receivables - Consider good	1,550.31	473.18	1.58	15.49	1.00	-	2,041.57
ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
iii) Undisputed Trade Receivables - Credit impaired	-	-	-	-	-	-	-
iv) Disputed Trade Receivables - Considered goods	-	-	-	-	-	-	-
v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
vi) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
<b>Total</b>	<b>1,550.31</b>	<b>473.18</b>	<b>1.58</b>	<b>15.49</b>	<b>1.00</b>	<b>-</b>	<b>2,041.57</b>

**Note 13 : Cash and cash equivalents**

Particulars	As at 31 March 2025	As at 31 March 2024
Cash on hand	-	-
Balances with banks (of the nature of cash and cash equivalent)	-	-
- in Current accounts	16,160.29	12,990.47
- in fixed deposits with original maturity less than 3 months	21,076.61	8,104.66
Less: Allowance for impairment loss	-	-
<b>Total</b>	<b>37,236.90</b>	<b>21,095.13</b>

**Note 14 : Bank balances other than cash and cash equivalents**

Particulars	As at 31 March 2025	As at 31 March 2024
Fixed deposits	-	7,505.36
<b>Total</b>	<b>-</b>	<b>7,505.36</b>

**Note 15 : Loans**

Particulars	As at 31 March 2025	As at 31 March 2024
Loan to Others	400.00	1,603.74
Loan to related party	-	7,959.92
Loan to Subsidiary [Refer Note No. 42]	-	-
	<b>400.00</b>	<b>9,563.66</b>
Less: Allowance for impairment loss	(1.78)	(38.23)
<b>Total</b>	<b>398.22</b>	<b>9,525.43</b>

**Note 16 : Others current financial assets**

Particulars	As at 31 March 2025	As at 31 March 2024
Advance paid for investments	171.31	1,048.36
Advance to Broker	176.15	592.78
Merger receivable	0.23	0.23
Others	362.35	5.41
<b>Total</b>	<b>710.03</b>	<b>1,646.78</b>

**Note 17 : Current tax assets (net)**

Particulars	As at 31 March 2025	As at 31 March 2024
Income tax refundable (net of provisions)	711.10	472.60
<b>Total</b>	<b>711.10</b>	<b>472.60</b>

**Note 18 : Other current assets**

Particulars	As at 31 March 2025	As at 31 March 2024
Balances with Government authorities	432.57	218.75
Others	5.81	59.12
Prepaid expenses	32.81	28.34
Advance to Vendor	603.40	45.22
<b>Total</b>	<b>1,074.59</b>	<b>351.43</b>



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**Notes forming part of the financial statements for the year ended 31 March 2025**

(All amount in INR Lakhs, unless otherwise stated)

**Note 19 : Equity share capital**

Particulars	As at 31 March 2025		As at 31 March 2024	
	Number	Amount	Number	Amount
<b>Authorised Capital</b>				
Equity shares of Rs. 10/- each	82,49,532	824.95	82,49,532	824.95
<b>Issued, subscribed and paid up capital</b>				
Equity shares of Rs. 10/- each fully paid up	81,75,761	817.58	81,75,761	817.58
<b>Total issued, subscribed and paid-up share capital</b>	<b>81,75,761</b>	<b>817.58</b>	<b>81,75,761</b>	<b>817.58</b>

**a. Terms and rights attached to equity shares**

The Company has only one class of equity shares. The equity shares have a paid up value of INR 10 per share. Each holder of equity shares is entitled to vote in proportion of the share of paid-up capital of the Company held by the shareholder. Each shareholder is entitled to receive dividend when it is declared by the Board of Directors. The final dividend proposed by the Board of Directors are paid when approved by the shareholders at the ensuing annual general meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company proportionately, after distribution of all preferential amounts. The distribution shall be according to the members right and interest in the company.

**b. Reconciliation of equity shares outstanding at the beginning and at the end of the reporting period.**

Particulars	As at 31 March 2025		As at 31 March 2024	
	Number	Amount	Number	Amount
<b>Equity shares</b>				
At the beginning of the period	81,75,761	817.58	81,75,761	817.58
Add: Shares issued during the period	-	-	-	-
<b>Outstanding at the end of the period</b>	<b>81,75,761</b>	<b>817.58</b>	<b>81,75,761</b>	<b>817.58</b>

**c. Details of shares held by Holding Company / Ultimate Holding Company etc.**

Name of the shareholder	As at 31 March 2025		As at 31 March 2024	
	No. of shares held	% Holding	No. of shares held	% Holding
Incred Capital Financial Services Limited (formerly known as Incred Capital Financial Service	81,75,761	100.00	81,75,761	100.00

**d. Details of shareholder(s) holding more than 5% of shares of the Company.**

Name of the shareholder	As at 31 March 2025		As at 31 March 2024	
	No. of shares held	% Holding	No. of shares held	% Holding
<b>Equity shares</b>				
Incred Capital Financial Services Limited (formerly known as Incred Capital Financial Service	81,75,761	100.00	81,75,761	100.00

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

\* 1 equity share is held by Kamlesh Dangi as nominee shareholder on behalf of Incred Capital Financial Services Limited (formerly known as Incred Capital Financial Services Private Limited).

**e. Equity shares held by promoters of the company**

Out of the equity shares issued by the company, shares held by its promoters:

Name of the shareholder	As at 31 March 2025			As at 31 March 2024		
	No. of shares held	% of shares held	% Change during the year	No. of shares held	% of shares held	% Change during the year
Incred Capital Financial Services Limited (formerly known as Incred Capital Financial Services Private Limited)	81,75,761	100.00	0%	81,75,761	100.00	1052%

**Note 20 : Other equity**

Particulars	As at 31 March 2025	As at 31 March 2024
<b>Retained earnings</b>		
Opening balance	(12,408.72)	(11,344.89)
Reserves acquired on Merger	-	-
Profit / (loss) after tax for the year / period	6,155.27	(1,041.73)
Transfer from ESOP reserve	303.25	-
Other comprehensive income for the year / period, net of income tax	(180.96)	(22.10)
<b>Closing balance</b>	<b>(6,131.16)</b>	<b>(12,408.72)</b>
<b>Deemed contribution from parent</b>	<b>2,363.03</b>	<b>2,258.81</b>
<b>Employee Stock Option Reserve</b>	<b>2,988.29</b>	<b>2,729.04</b>
<b>Debenture Redemption Reserve</b>	<b>1,126.00</b>	
<b>Capital reserve on Merger</b>	<b>80.39</b>	<b>80.39</b>
<b>Securities Premium</b>		
Opening balance	39,730.83	39,730.83
Add: Additions during the year:		
Transfer from ESOP reserve	-	-
Premium on private placement	-	-
Less: Utilized during the year:		
Debenture redemption reserve	(1,126.00)	-
<b>Closing balance</b>	<b>38,604.83</b>	<b>39,730.83</b>
<b>Total</b>	<b>39,031.39</b>	<b>32,390.35</b>

**Note 21 : Non-current borrowings**

Particulars	As at 31 March 2025	As at 31 March 2024
<b>Unsecured carried at FVTPL:</b>		
Market Linked Debentures	9,798.20	18,294.76
<b>Total</b>	<b>9,798.20</b>	<b>18,294.76</b>

**Note 22 : Other non-current financial liabilities**

Particulars	As at 31 March 2025	As at 31 March 2024
Security deposit car	130.84	60.31
Others	261.95	
<b>Total</b>	<b>392.79</b>	<b>60.31</b>

**Note 23 : Non-current provisions**

Particulars	As at 31 March 2025	As at 31 March 2024
<b>Provision for employee benefits [Refer Note No. 40]</b>		
Provision for gratuity	579.43	242.37
<b>Total</b>	<b>579.43</b>	<b>242.37</b>

**Note 24 : Borrowings**

Particulars	As at 31 March 2025	As at 31 March 2024
<b>Secured carried at amortized cost:</b>		
Loan against FD	10,811.64	1,500.68
<b>Unsecured carried at FVTPL:</b>		
Market Linked Debentures	5,221.89	1,892.79
<b>Total</b>	<b>16,033.53</b>	<b>3,393.47</b>

**Note 25 : Trade payables**

Particulars	As at 31 March 2025	As at 31 March 2024
Total outstanding dues of micro enterprises and small enterprises		
- Principal	-	-
- Interest due	-	-
Total outstanding dues other than micro enterprises and small enterprises		
- to others	1,360.91	1,181.49
- to related parties	465.71	563.09
<b>Total</b>	<b>1,826.62</b>	<b>1,744.57</b>

**As at 31 March 25 :**

Particulars	Outstanding for following periods from due date of payment					Total
	Unbilled	Less than 1 year	1 - 2 years	2 -3 years	More than 3 years	
i) MSME	-	-	-	-	-	-
ii) Others	1,792.05	34.58	-	-	-	1,826.62
iii) Disputed dues - MSME	-	-	-	-	-	-
iv) Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	<b>1,792.05</b>	<b>34.58</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,826.62</b>

**As at 31 March 24 :**

Particulars	Outstanding for following periods from due date of payment					Total
	Unbilled	Less than 1 year	1 - 2 years	2 -3 years	More than 3 years	
i) MSME	-	-	-	-	-	-
ii) Others	1,742.16	2.42	-	-	-	1,744.58
iii) Disputed dues - MSME	-	-	-	-	-	-
iv) Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	<b>1,742.16</b>	<b>2.42</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,744.58</b>

**Note 26 : Other current financial liabilities**

Particulars	As at 31 March 2025	As at 31 March 2024
Employee Expense payable	5,878.22	2,755.97
Other payable	138.46	24.49
Advance received for investments*	437.62	2,748.09
Ind AS Lease liability	-	-
Derivative financial instruments	-	466.18
<b>Total</b>	<b>6,454.31</b>	<b>5,994.74</b>

\* Advances received against securities have not been considered as a deposit in line with Rule 2(1)(c) of the Companies (Acceptance of Deposits Rules), 2014 as sixty days from the date of receipt of advance for such securities have not been lapsed as at 31 March 2024.

**Note 27 : Other current liabilities**

Particulars	As at 31 March 2025	As at 31 March 2024
Statutory dues payable	315.47	179.41
<b>Total</b>	<b>315.47</b>	<b>179.41</b>

**Note 28 : Current provisions**

Particulars	As at 31 March 2025	As at 31 March 2024
Provision for employee benefits [Refer Note No. 40]		
Provision for gratuity	43.28	3.62
<b>Total</b>	<b>43.28</b>	<b>3.62</b>

**Note 29 : Current tax liabilities**

Particulars	As at 31 March 2025	As at 31 March 2024
Provision for Income tax	706.95	545.09
<b>Total</b>	<b>706.95</b>	<b>545.09</b>

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(All amount in INR Lakhs, unless otherwise stated)

**Note 30 : Revenue From operations**

Particulars	For the Year ended 31 March 2025	For the Year ended 31 March 2024
Distribution fees, commission and related income	7,327.47	4,601.14
Fee income	230.40	387.55
Gain on sale of Investments (net)	23,985.80	13,043.93
Sale of Commodities	-	195.08
<b>Total</b>	<b>31,543.68</b>	<b>18,227.70</b>
<b>Geographical Markets</b>		
Within India	31,438.88	18,156.35
Outside India	104.80	71.35
<b>Total</b>	<b>31,543.68</b>	<b>18,227.70</b>
<b>Timing of revenue recognition</b>		
Services transferred at a point in time	31,543.68	18,227.70
Services transferred over time	-	-
<b>Total</b>	<b>31,543.68</b>	<b>18,227.70</b>

**Note 31 : Other income**

Particulars	For the Year ended 31 March 2025	For the Year ended
<b>Interest income on financial assets carried at amortized cost:</b>		
Advance Given	2,187.27	1,640.85
Fixed Deposits	118.89	11.29
Unwinding of security deposits	8.95	8.02
Interest Income from investments	1,206.64	347.57
Dividend Income	14.55	5.61
Marketing Income	-	180.00
Business support services	-	-
Others	12.27	15.58
<b>Total</b>	<b>3,548.56</b>	<b>2,208.92</b>

**Note 32 : Employee benefits expenses**

Particulars	For the Year ended 31 March 2025	For the Year ended
Salaries, wages and bonus	17,395.66	10,164.47
Contribution to provident and other funds	308.45	228.33
Gratuity	135.39	72.38
Employee Stock Option Expense	947.31	2,404.18
Staff Welfare	56.06	142.24
<b>Total</b>	<b>18,842.87</b>	<b>13,011.58</b>

**Note 33 : Finance cost**

Particulars	For the Year ended 31 March 2025	For the Year ended
Interest on borrowings	1,732.04	3,623.29
Interest on lease liability	60.71	44.64
Others	22.80	6.71
<b>Total</b>	<b>1,815.55</b>	<b>3,674.64</b>

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**Note 34 : Others expenses**

Particulars	For the Year ended 31 March 2025	For the Year ended 31 March 2024
Legal, professional and consultancy charges	1,140.52	991.79
Referral Fees	2,264.10	710.64
Rent	180.47	81.93
Allowance for Impairment	33.47	266.08
Communication cost	10.75	8.12
Sponsorship charges	-	-
Membership and Subscription	14.47	13.53
IT expenses	367.92	300.70
Manpower Support services	258.55	183.14
MLD Transaction cost	-	632.71
Repair and maintenance	40.40	17.50
Rates and taxes	0.14	0.14
Printing and stationery	15.02	16.59
Office expenses	213.93	101.08
Transaction charges for trading	157.04	145.75
Interest on statutory dues	0.33	0.81
Recruitment fees	159.80	170.98
Foreign Exchange Gain / Loss	29.91	-0.20
Loss on Sale of fixed assets	-	0.02
Advertising and Marketing	554.85	149.38
Travelling and conveyance	110.98	85.96
ROC Filling fees	-	-
Stamp duty	114.61	62.18
Registration and filing fees	0.09	0.18
GST Expense	476.80	29.11
Write off of financial assets	-	-
Payment to auditors*	28.06	22.28
Donation	-	2.00
Miscellaneous expenses	10.99	8.66
<b>Total</b>	<b>6,183.14</b>	<b>4,001.05</b>

**\* Payment to the auditors:**

Particulars	For the Year ended 31 March 2025	For the Year ended
Auditor's remuneration		
- Audit fees	28.06	22.28
<b>Total</b>	<b>28.06</b>	<b>22.28</b>

**Note 35 : Tax Expense****35.1 Income tax expense / (income) recognised in the statement of profit and loss**

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
Current tax	706.95	545.09
Deferred tax expense / (income)	1,258.46	(286.41)
<b>Tax expense / (income) recognized in the current year</b>	<b>1,965.41</b>	<b>258.68</b>

**35.2 Reconciliation of income tax expense applicable to accounting profits / (loss) before tax at the statutory income tax rate to recognised income tax expense for the year indicated are as follows:**

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
Profit / (loss) before tax as per statement of profit and loss (A)	<b>7,825.60</b>	<b>(752.88)</b>
Statutory income tax rate applicable to the Company (B)	<b>25.17%</b>	<b>25.17%</b>
Income tax expense using the statutory income tax rate (C = A * B)	<b>1,969.55</b>	<b>(189.48)</b>
<b>Tax effect of:</b>		
Amounts which are not deductible in calculating taxable income	(2.17)	128.68
Adjustment of short DTA created on business loss in previous year	(47.06)	363.44
Deferred tax on Fair Value of Investment of previous years	34.44	-20.69
Deferred tax on interest on MLD & MTM on Borrowings for previous year	(0.00)	-20.39
Others	10.64	(2.87)
<b>Effective tax expense</b>	<b>1,965.39</b>	<b>258.69</b>

**35.3 Income tax recognized in other comprehensive income**

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
Items that will not be reclassified to profit or loss (A)	(241.82)	(29.54)
Statutory income tax rate applicable to the Company (B)	25.17%	25.17%
<b>Income tax relating to items that will not be reclassified to profit or loss (A * B)</b>	<b>60.86</b>	<b>7.44</b>

**35.4 Deferred tax**

The major components of deferred tax (assets) arising on account of timing differences as on 31 March 2025 are as follows:

Particulars	As at 01 April 2024	Merger Adjustment	Recognized in profit & loss	Recognized in OCI	Year ended 31 March 2025
<b>Deferred tax assets:</b>					
Carry forward of losses	2,389.94	-	(2,045.50)	-	344.43
Preliminary expenses	0.01	-	(0.01)	-	-
Restructuring Related expenses	0.19	-	(0.17)	-	0.02
Remeasurement of retirement benefits plans	61.92	-	33.94	60.86	156.72
Provision for Expenses	438.47	-	12.55	-	451.02
Temporary disallowance	-	-	-	-	-
Interest and MTM on MLDs	801.28	-	145.06	-	946.34
Leases	15.56	-	(10.24)	-	5.32
Provision for Bonus	-	-	-	-	-
Difference between written down value of fixed assets as per the books of accounts and income tax	21.74	-	11.34	-	33.08
Impairment loss on financial assets	94.65	-	8.42	-	103.07
<b>Total deferred tax assets (A)</b>	<b>3,823.74</b>	<b>-</b>	<b>-1,844.60</b>	<b>60.86</b>	<b>2,040.00</b>
Net fair value gain on investments	642.03	-	(586.15)	-	55.88
<b>Deferred tax liabilities (B)</b>	<b>642.03</b>	<b>-</b>	<b>(586.15)</b>	<b>-</b>	<b>55.88</b>
<b>Net deferred tax assets (A - B)</b>	<b>3,181.72</b>	<b>-</b>	<b>(1,258.46)</b>	<b>60.86</b>	<b>1,984.12</b>

The major components of deferred tax (assets) arising on account of timing differences as on 31 March 2024 are as follows:

Particulars	As at 01 April 2023	Merger Adjustment	Recognized in profit & loss	Recognized in OCI	Year ended 31 March 2024
<b>Deferred tax assets:</b>					
Carry forward of losses	2,845.44	-	(455.50)	-	2,389.94
Preliminary expenses	0.02	-	(0.01)	-	0.01
Restructuring Related expenses	0.27	-	(0.08)	-	0.19
Remeasurement of retirement benefits plans	34.11	-	20.37	7.44	61.92
Provision for Expenses	17.79	-	420.68	-	438.47
Interest and MTM on MLDs	-	-	801.28	-	801.28
Leases	20.36	-	(4.80)	-	15.56
Difference between written down value of fixed assets	11.08	-	10.66	-	21.74
as per the books of accounts and income tax					
Impairment loss on financial assets	27.68	-	66.97	-	94.65
<b>Total deferred tax assets (A)</b>	<b>2,956.74</b>	<b>-</b>	<b>859.56</b>	<b>7.44</b>	<b>3,823.76</b>
	-				
Net fair value gain on investments	68.87	-	573.16	-	642.03
<b>Deferred tax liabilities (B)</b>	<b>68.87</b>	<b>-</b>	<b>573.16</b>	<b>-</b>	<b>642.03</b>
<b>Net deferred tax assets (A - B)</b>	<b>2,887.87</b>	<b>-</b>	<b>286.41</b>	<b>7.44</b>	<b>3,181.73</b>

**Note 36 : Earnings per equity share (EPS)**

Basic and diluted EPS amounts are calculated by dividing the profit for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year.

**i. Profit attributable to equity shareholders:**

Particulars	For the Year ended 31 March 2025	For the Year ended 31 March 2024
Profit attributable to equity holders of the Company used in calculating basic earnings per share	6,155.27	(1,041.73)
Profit attributable to equity holders of the Company used in calculating diluted earnings per share	6,155.27	(1,041.73)

**ii. Weighted average number of ordinary shares**

Particulars	For the Year ended 31 March 2025	For the Year ended 31 March 2024
Weighted average number of equity shares used as the denominator in calculating basic earnings per share	81.76	81.76
Weighted average number of equity shares used and potential equity shares used as the denominator in calculating diluted earnings per share	81.80	87.43
<b>Basic earnings per share</b>	<b>75.29</b>	<b>(12.74)</b>
<b>Diluted earnings per share</b>	<b>75.25</b>	<b>(11.91)</b>

**Note 37 : Contingent liabilities and commitments**

Particulars	For the Year ended 31 March 2025	For the Year ended 31 March 2024
Capital Commitment	NIL	NIL
Contingent Liability	NIL	NIL

**Note 38 : Details of dues to Micro, Small and Medium Enterprises as defined under the MSMED Act, 2006**

The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Based on the information available with the management, as at 31 March 2025, no dues were outstanding to micro and small enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006. Further, the Company has not received any claim for interest from any supplier under the said Act till 31 March 2025.



#### **Note 39 : Leases**

##### **Accounting policy: The Company as a lessee**

The Company's lease asset classes primarily consists of leases for office premises. The Company has adopted IND AS 116 "Leases" for accounting of lease contracts where the Company is a lessee. As per IND AS 116 the Company assesses whether a contract contains a lease, at the inception of the contract.

A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- i. the contract involves the use of an identified asset
- ii. the Company has substantially all of the economic benefits from the use of asset through the period of the lease and
- iii. the Company has the right to direct the use of the asset.

At the date of the commencement of the lease, the Company recognizes a right-of-use (ROU) asset and a corresponding lease liability for all the lease arrangements in which the Company is a lessee; except for leases with a term of 12 months or less (short-term leases) and low value leases. For these short-term and low-value leases, the Company recognizes the lease payment as an operating expense on a straight-line basis over the term of the lease.

The following is the summary of practical expedients elected on initial application:

- i. Applied a single discount rate to a portfolio of leases of similar assets in similar economic environment with a similar end date.
- ii. Applied the exemption not to recognize ROU asset and liabilities for leases with less than 12 months of lease term on the date of initial application.
- iii. Excluded the initial direct costs from the measurement of the ROU asset at the date of initial application.

##### **ROU Assets**

The ROU assets are initially recognized at cost, which comprise the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment loss.

ROU assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. ROU asset are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable.

The changes in the carrying value of the ROU asset are as follows:

<b>Particulars</b>	<b>As at 31 March 2025</b>	<b>As at 31 March 2024</b>
Balance at the beginning of the year	284.39	332.73
Addition during the year on account of Merger	-	-
Addition during the year	1,038.14	81.35
Deletion during the year	-	-
Prior Period Adjustments	-	-
Depreciation for the year	182.36	129.69
<b>Balance as at the end of the year</b>	<b>1,140.17</b>	<b>284.39</b>

The aggregate depreciation expense on ROU asset is included under depreciation and amortization expense in the Statement of Profit and Loss.

##### **Lease liability**

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases.

The changes in the carrying value of the lease liability are as follows:

<b>Particulars</b>	<b>As at 31 March 2025</b>	<b>As at 31 March 2024</b>
Balance as at the beginning of the year	346.17	413.60
Addition during the year on account of Merger	-	-
Addition during the year	997.15	79.74
Finance cost accrued during the year	60.71	44.64
Prior Period Adjustments	-	-
Deletions	-	-
Payment of lease liabilities during the year	(242.71)	(191.81)
<b>Balance as at the end of the year</b>	<b>1,161.32</b>	<b>346.17</b>

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The break-up of current and non-current lease liabilities as at 31 March 2025 is as follows:

Particulars	As at	As at
	31 March 2025	31 March 2024
Current lease liabilities	201.72	138.38
Non-current lease liabilities	959.61	207.79
<b>Total</b>	<b>1,161.32</b>	<b>346.18</b>

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The details of the contractual maturities of lease liabilities as at 31 March 2025 on an undiscounted basis are as follows:

Particulars	As at	As at
	31 March 2025	31 March 2024
Less than one year	311.55	167.24
One to five years	1,109.80	243.55
More than five years	68.89	19.44
<b>Total</b>	<b>1,490.24</b>	<b>430.23</b>

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Expenses recognized in the Statement of Profit & Loss:

Particulars	As at	As at
	31 March 2025	31 March 2024
Depreciation expense on RoU asset [Refer Note No. 3]	182.36	129.69
Interest expense on lease liability [Refer Note No. 33]	60.71	44.64
Expense relating to short-term leases [Refer Note No. 34]	180.47	81.93
<b>Total</b>	<b>423.54</b>	<b>256.27</b>

The Company does not face a significant liquidity risk with regard to its lease liability as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due.

**Short-term leases**

Rental expenses recorded for short-term leases was INR. 180.47 lakhs for the year ended 31 March 2025 & INR. 81.93 lakhs for the year ended 31 March 2024.

**Note 40 : "Employee Benefits Expenses"**

**40.1 Defined contribution plan**

The Company has recognised the following amounts in the Profit & Loss Account towards contributions to provident fund:

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Provident fund and others	308.45	228.33
<b>Total</b>	<b>308.45</b>	<b>228.33</b>

**40.2 Defined benefit plan - Gratuity**

Every employee who will complete five years or more of service gets a gratuity on departure at 15 days salary (last drawn) for each completed year of service as per Payment of Gratuity Act, 1972.

**Table showing change in the present value of projected benefit obligation:**

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
<b>Change in benefit obligations</b>		
Present value of benefit obligation at the beginning of the year	245.99	135.51
Interest cost	17.61	9.88
Current Service cost	117.78	62.50
Liability Transferred In/ Acquisitions	4.27	8.80
Liability Transferred Out/ Divestments	(2.27)	(0.25)
Benefit Paid directly by the employer	(2.51)	-
Actuarial (Gains) on obligations - due to change in demographic assumptions	89.86	(6.37)
Actuarial (Gains) on obligations - due to change in financial assumptions	17.83	(15.88)
Actuarial Losses on obligations - due to experience	134.34	51.80
<b>Liability at the end of the year</b>	<b>622.91</b>	<b>245.99</b>
Effects of asset ceiling	-	-
The effect of changes in foreign exchange rates	-	-
Return on plan assets, excluding interest income	-	-
<b>Fair value of plan assets at the end of the year</b>	<b>-</b>	<b>-</b>

**Amount recognized in the Balance Sheet:**

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Present value of benefit obligation	(622.91)	(245.99)
Fair value of plan assets at the end of the period	-	-
Funded Status (Deficit)	(622.91)	(245.99)
<b>Net (Liability) Recognized in the Balance Sheet</b>	<b>(622.91)</b>	<b>(245.99)</b>

**Expenses recognized in the Statement of Profit and Loss:**

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Current service cost	117.78	62.50
Net interest cost	17.61	9.88
Past service cost	-	-
Expected Contributions by the Employees	-	-
(Gains)/Losses on curtailments and settlements	-	-
Net effect of changes in foreign exchange rates	-	-
<b>Expenses recognised</b>	<b>135.39</b>	<b>72.38</b>

**Expenses recognized in the Other comprehensive income (OCI)**

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Actuarial (Gains) on obligation for the period	242.03	29.54
Return on plan assets, excluding interest income	-	-
<b>Net (Income) for the period recognized in OCI</b>	<b>242.03</b>	<b>29.54</b>

**The actuarial assumptions used to determine benefit obligations as at 31 March 2023 are as follows:**

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Discount Rate	6.65%	7.16%
Salary escalation rate	10.00%	10.00%
Expected Rate of return on Plan Assets	0	0.00%
Rate of Employee Turnover	15.00%	25.00%
Retirement Age	60 years	60 years
Mortality Rate during employment	Indian Assured Lives Mortality (2012-14) Ultimate	Indian Assured Lives Mortality (2012-14) Ultimate

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors.

**Balance sheet reconciliation**

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
<b>Opening net liability</b>	<b>245.99</b>	<b>135.51</b>
Expenses recognized in Statement of Profit and Loss	135.39	72.38
Expenses recognized in OCI	242.03	29.54
Net (Asset) Transfer In	4.27	8.80
Net (Liability)/Asset Transfer Out	(2.27)	(0.25)
Benefit Paid Directly by the Employer	-2.51	-
Employer's Contribution	-	-
<b>Net liability recognized in the Balance Sheet</b>	<b>622.90</b>	<b>245.99</b>

**Other details:**

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Number of active members	293.00	202.00
Per month salary for active members	427.78	270.47
Weighted average duration of the Projected Benefit Obligation	5.00	6.00
Average expected future service	7.00	3.00
Defined Benefit Obligation (DBO)	622.91	245.99
DBO Non Vested Employees	389.49	235.97
DBO Vested Employees	233.43	10.03
Expected Contribution For Next Year (12 Months)	-	-

**Cash Flow Projection:**

**Maturity analysis of the benefit payments: from the employer**

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
<b>Projected benefits payable in future years from the date of reporting</b>		
1st following year	43.28	3.62
2nd following year	57.74	41.10
3rd following year	90.51	45.98
4th following year	66.19	53.71
5th following year	71.08	38.61
Sum of years 6 To 10	308.24	112.23
Sum of years 11 and above	339.92	46.99

**Sensitivity analysis:**

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
<b>Projected benefit obligation on current assumptions</b>	<b>622.90</b>	<b>245.99</b>
Delta effect of +1% change in rate of discounting	(34.11)	(9.66)
Delta effect of -1% change in rate of discounting	37.80	10.39
Delta effect of +1% change in rate of salary increase	41.79	8.59
Delta effect of -1% change in rate of salary increase	(38.35)	(8.31)
Delta effect of +1% change in rate of employee turnover	(12.21)	(5.40)
Delta effect of -1% change in rate of employee turnover	12.94	5.52

**Risk analysis:**

The Company is exposed to a number of risks associated with the defined benefit plans. Most significant risks pertaining to defined benefit plans and management estimation of the impact of these risks are as follows:

**Interest rate risk:** A fall in the discount rate which is linked to the Government Securities rate will increase the present value of the liability requiring higher provision.

**Salary risk:** The present value of the defined benefit plan liability is calculated by reference to the future salaries of members. As such, an increase in the salary of the members more than assumed level will increase the plan's liability.

**Asset-Liability matching risk:** The plan faces the ALM risk as to the matching cash flows. Company has to manage pay-out based on pay as you go basis from own funds.

**Mortality risk:** Since the benefits under the plan is not payable for life time and payable till retirement age only, plan does not have any longevity risk.

**40.3 Compensated Absences**

As per the revised policy of the company, the accumulated unavailed leave lapses as at 31 March 2024. Thus no liability has been determined for the current year in respect of compensated absences.

**Note 41 : Employee Stock Option Plan**

**Description of share-based payment arrangements**  
**Share option plans (equity-settled)**

The Company has Employee Incentive Plan under which options have been granted to eligible employees to be vested from time to time. The Company has established share option plans that entitle the employees of the Company to purchase the shares of the Company. Under these plans, holders of the vested options are entitled to purchase shares at the exercise price of the shares determined at the respective date of grant of options. The key terms and conditions related to the vesting of grants under these plans are continued employment with the company from the date of grant of option till the date of vesting; all options are to be settled by the delivery of shares.

**A. Measurement of fair values**

**Equity-settled share-based payment arrangements**

The fair value of the employee share options has been measured using Black-Scholes Option pricing model.

The fair value of the options and the inputs used in the measurement of the grant-date fair values of the equity-settled share based payment options granted during the year are as follows:

**The model inputs for options granted during**

Particulars	For the year ended 31 March, 2025	For the year ended 31 March, 2024
Grant date	01 April 2024 01 July 2024 01 October 2024 01 January 2025	01 April 2023 01 July 2023 01 October 2023 01 January 2024
Option Price Model	Black Scholes Model	Black Scholes Model
Fair value of ESOP on Grant date	INR 733.9- INR 1331	INR 43.72- INR 379.70
Share price as on grant date	INR. 723.31	INR. 542.22
Exercise price	INR. 733.9 and INR.1331.10	INR. 266.30 and INR.1331.10
Expected volatility (weighted average volatility)	40%	40%
Expected time to exercise shares	2 years from vesting	2 years from vesting
Risk- free interest rate (based on government bonds)	6.77% to 7.99%	7.13% to 7.42%
Dividend yield	0.00%	0.00%
Weighted Average Fair Value of ESOP on Grant date	INR 723.31	INR 266.78
Method used to determine expected volatility	The expected volatility is based on price volatility of listed companies in same industry.	The expected volatility is based on price volatility of listed companies in same industry.

**B. Reconciliation of outstanding share options**

Set out below is a summary of options granted under the plan:

Particulars	Average exercise price per option	Number of options	
		As at 31 March, 2025	As at 31 March, 2024
Opening balance	INR 348.50	10,90,150	6,86,968
Add: Options granted during the year	INR 1195.69	76,000	4,28,642
Less: Options forfeited during the year	INR 1031.63	(32,811)	(25,460)
Less: Options exercised during the year	N.A.	-	-
Less: Options cancelled during the year	INR 365.97	(85,531)	-
Less: Options lapsed during the year	N.A.	-	-
<b>Options outstanding as at the year end</b>	<b>INR 455.67</b>	<b>10,47,808</b>	<b>10,90,150</b>
Option exercisable of the above	INR 330.05	7,71,551	4,02,087
Weighted average remaining contractual life of options outstanding at end of the year		7.84	8.73

**C. Expenses arising from share-based payment transactions**

Refer Note 40 on employee benefit expense, for share based payment expense charged to Statement of Profit and Loss.

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**Note 42 : Related party transactions**

**a. List of Related parties where control exists and/or with whom transactions have taken place and relationships:**

<b>Nature of Relationship</b>	<b>Name of party</b>
Key managerial personnel ('KMP')	Bhupinder Singh (Director of Parent Company) Nitin Rao, Director Yogesh Kalwani, Director Anuj Khanna, Director Ruchita Panchal, Company Secretary
Relatives of KMP	Nisha Singh
Holding company	InCred Capital Financial Services Limited (formerly known as Incred Capital Financial Services Limited) ("ICFSL")
Enterprise over which KMP are able to exercise significant influence	InCred Capital Wealth Portfolio Managers Private Limited InCred Research Services Private Limited InCred Value Plus Private Limited InCred Financial Services Limited
Fellow Subsidiary	InCred Alternative Investments Private Limited InCred Asset Management Private Limited Booth Fintech Private Limited (Till 30.05.2025) InCred Prime Finance Private Limited (formerly known as InCred Prime Finance Limited) Incred Global Wealth Pte Limited Incred Global Wealth Limited (Dubai) InCred Overseas Holdings Private Limited InCred Capital Inc.
Step-Down Subsidiary	InCred Value Plus Private Limited (Till 30.05.2024) Incred Premier Distribution Private Limited (Formerly Known As Mvalu Technology Services Private Limited)((Till 30.05.2024)) Oro Financial Consultants Private Limited
Associate of Holding company	Alpha Fintech Private Limited (upto 31 March 2023)
Subsidiary of Associate	ETA Fintech Private Limited

**b. Transactions during the period with related parties :**

Transactions	KMPs and Relatives of KMPs		Holding Company		Enterprise over which KMP are able to exercise significant influence		Fellow Subsidiary		Associate of Holding Company		Total	
	31 March 2025	31 March 2024	31 March 2025	31 March 2024	31 March 2025	31 March 2024	31 March 2025	31 March 2024	31 March 2025	31 March 2024	31 March 2025	31 March 2024
<b>Remuneration to KMP:</b>	2,581.49	739.32	-	-	-	-	-	-	-	-	2,581.49	739.32
	<b>2,581.49</b>	<b>739.32</b>	-	-	-	-	-	-	-	-	<b>2,581.49</b>	<b>739.32</b>
<b>Borrowings :</b>												
Incred Capital Financial Services Limited	-	-	3,000.00	13,639.85	-	-	-	-	-	-	3,000.00	13,639.85
mValu Technology Services Private Limited	-	-	-	-	-	-	1,749.73	1,749.73	-	-	-	1,749.73
	-	-	<b>3,000.00</b>	<b>13,639.85</b>	-	-	-	<b>1,749.73</b>	-	-	<b>3,000.00</b>	<b>15,389.58</b>
<b>Borrowings repaid:</b>												
Incred Capital Financial Services Limited	-	-	3,000.00	13,639.85	-	-	-	-	-	-	3,000.00	13,639.85
InCred Premier Distribution Private Limited	-	-	-	-	-	-	1,749.73	1,749.73	-	-	-	1,749.73
	-	-	<b>3,000.00</b>	<b>13,639.85</b>	-	-	-	<b>1,749.73</b>	-	-	<b>3,000.00</b>	<b>15,389.58</b>
<b>Borrowings through MLD Subscription</b>												
Incred Capital Financial Services Limited	-	-	-	9,900.00	-	-	-	-	-	-	-	9,900.00
	-	-	-	<b>9,900.00</b>	-	-	-	-	-	-	-	<b>9,900.00</b>
<b>Purchase of Investments</b>												
InCred Financial Services Limited	-	-	-	-	3,755.46	8,455.17	-	-	-	-	3,755.46	8,455.17
Alpha Fintech Private Limited	-	-	-	-	-	-	484.50	2,072.75	-	-	484.50	2,072.75
InCred Premier Distribution Private Limited	-	-	-	-	-	-	-	250.23	-	-	-	250.23
INCRED CAPITAL WEALTH PORTFOLIO MANAGERS PRIVATE LIMITED	-	-	-	-	982.25	-	-	-	-	-	982.25	-
Incred Capital Financial Services Limited	-	-	5,236.82	12,539.22	-	-	-	-	-	-	5,236.82	12,539.22
	-	-	<b>5,236.82</b>	<b>12,539.22</b>	<b>4,737.71</b>	<b>8,455.17</b>	<b>484.50</b>	<b>2,322.98</b>	-	-	<b>10,459.03</b>	<b>23,317.36</b>

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<b>Sale of Investments</b>	-	-	6,066.36	5,748.79	-	-	-	6,066.36	5,748.79
Incred Capital Financial Services Limited	-	-	-	-	-	-	-	-	-
InCred Financial Services Limited	-	-	-	-	3,081.35	-	-	-	3,081.35
InCred Premier Distribution Private Limited	-	-	-	-	130.30	-	10.00	130.30	10.00
INCRED CAPITAL WEALTH PORTFOLIO MANAGERS PRIVATE LIMITED	-	-	-	1,990.77	-	-	-	1,990.77	-
INCRED PRIME FINANCE LIMITED	-	-	-	-	-	1,980.49	-	1,980.49	-
IAIPL	-	-	-	-	-	-	-	-	-
Alpha Fintech Private Limited	-	-	-	-	-	1,608.17	602.78	1,608.17	602.78
	-	-	6,066.36	5,748.79	2,121.07	3,081.35	3,588.66	612.78	11,776.09
	-	-	-	-	-	-	-	-	9,442.92
<b>Profit/Loss Sale of Investments</b>	-	-	22.25	(51.29)	-	-	-	22.25	(51.29)
Incred Capital Financial Services Limited	-	-	-	-	-	-	-	-	-
InCred Financial Services Limited	-	-	-	-	18.24	-	-	-	18.24
InCred Premier Distribution Private Limited	-	-	-	0.30	-	-	-	0.30	-
INCRED CAPITAL WEALTH PORTFOLIO MANAGERS PRIVATE LIMITED	-	-	-	9.23	-	-	-	9.23	-
INCRED PRIME FINANCE LIMITED	-	-	-	-	-	34.05	-	34.05	-
IAIPL	-	-	-	-	-	-	-	-	-
Alpha Fintech Private Limited	-	-	-	-	-	4.82	-	-	4.82
	-	-	22.25	(51.29)	9.53	18.24	34.05	4.82	65.83
	-	-	-	-	-	-	-	-	(28.22)
<b>Purchase of CCPS</b>	-	-	-	-	-	-	-	-	-
ALPHA FINTECH PRIVATE LIMITED	-	-	-	-	-	-	4,499.77	-	4,499.77
	-	-	-	-	-	-	4,499.77	-	4,499.77
<b>Sale of CCPS</b>	-	-	-	-	-	-	-	-	-
ALPHA FINTECH PRIVATE LIMITED	-	-	1,047.13	-	-	28,427.19	-	28,427.19	1,047.13
INCRED VALUE PLUS PRIVATE LIMITED	-	-	-	-	-	2,573.85	-	2,573.85	-
InCred Premier Distribution Private Limited	-	-	-	866.24	-	-	-	866.24	-
IAIPL	-	-	-	-	-	-	-	-	-
Bhupinder Singh	-	140.00	-	-	-	-	-	-	140.00
	-	140.00	-	1,047.13	866.24	31,001.04	-	31,867.28	1,187.13
<b>Gain/Loss on Sale of CCPS</b>	-	-	-	-	-	-	-	-	-
ALPHA FINTECH PRIVATE LIMITED	-	-	-	-	-	-	-	-	-
INCRED VALUE PLUS PRIVATE LIMITED	-	-	-	-	-	177.84	-	177.84	-
InCred Premier Distribution Private Limited	-	-	-	41.86	-	-	-	41.86	-
IAIPL	-	-	-	-	-	-	-	-	-
Bhupinder Singh	-	5.79	-	-	-	-	-	-	5.79
	-	5.79	-	41.86	-	177.84	-	219.70	5.79
<b>Purchase of Equity</b>	-	-	-	-	-	-	-	-	-
ALPHA FINTECH PRIVATE LIMITED	-	-	-	-	-	1,563.75	-	1,563.75	-
Nisha Singh	-	1,581.35	-	-	-	-	-	-	1,581.35
Bhupinder Singh	-	1,329.00	-	-	-	-	-	-	1,329.00
Yogesh Kalwani	-	135.00	-	-	-	-	-	-	135.00
Nitin Rao	-	299.80	-	-	-	-	-	-	299.80
Incred Capital Financial Services Limited	-	-	12,390.40	57.47	-	-	-	12,390.40	57.47
	-	3,345.15	12,390.40	57.47	-	-	-	12,390.40	3,402.62
<b>Sale of Equity</b>	-	-	-	-	-	-	-	-	-
Nitin Rao	75.00	50.16	-	-	-	-	-	75.00	50.16
Yogesh Kalwani	50.00	-	-	-	-	-	-	50.00	-
InCred Premier Distribution Private Limited	-	-	-	3,427.50	-	659.99	-	3,427.50	659.99
InCred Wealth Private Limited	-	-	-	-	606.76	-	-	-	606.76
ALPHA FINTECH PRIVATE LIMITED	-	-	-	-	-	4,472.48	-	4,472.48	-
INCRED CAPITAL FINANCIAL SERVICES LTD	-	-	1,350.00	-	-	3,433.63	-	1,350.00	-
InCred Value Plus Private Limited	-	-	-	-	-	337.50	-	3,433.63	337.50
	125.00	50.16	1,350.00	-	3,427.50	606.76	7,906.11	997.49	12,808.61
	-	-	-	-	-	-	-	-	1,654.41
<b>Profit/Loss on Sale of Equity</b>	-	-	-	-	-	-	-	-	-
InCred Premier Distribution Private Limited	-	-	-	238.06	-	0.09	-	238.06	0.09
InCred Wealth Private Limited	-	-	-	-	137.01	-	-	-	137.01
Nitin Rao	9.72	(1.81)	-	-	-	-	-	9.72	(1.81)
ALPHA FINTECH PRIVATE LIMITED	-	-	-	-	-	1,405.96	-	1,405.96	-
INCRED VALUE PLUS PRIVATE LIMITED	-	-	-	-	-	449.81	-	449.81	-
	9.72	(1.81)	-	238.06	137.01	1,855.77	0.09	1,865.49	135.29

Particulars	KMPs and Relatives of KMPs	Holding Company	Enterprise over which KMP are able to exercise significant influence		Fellow Subsidiary	Associate of Holding Company		Total		
<b>Interest paid on Borrowings:</b>										
Incred Capital Financial Services Limited	-	6.29	350.82	-	-	-	6.29	350.82		
InCred Premier Distribution Private Limited	-	-	-	-	32.26	-	-	32.26		
	-	6.29	350.82	-	-	32.26	-	6.29	383.08	
<b>Advances Given :</b>										
InCred Capital Wealth Portfolio Managers Private Limited	-	-	-	18,889.00	47,382.39	-	-	18,889.00	47,382.39	
Incred Capital Financial Services Limited	-	42,694.51	42,852.82	-	-	-	-	42,694.51	42,852.82	
InCred Asset Management Private Limited	-	-	-	-	-	1,160.62	-	-	1,160.62	
InCred Alternative Investments Private Limited	-	-	-	-	-	2,759.62	-	-	2,759.62	
InCred Financial Services Limited	-	-	-	-	4,000.00	-	-	-	4,000.00	
InCred Wealth Private Limited	-	-	-	-	19,999.00	27,491.50	-	27,491.50	19,999.00	
InCred Research Services Private Limited	-	-	-	-	2,981.49	-	-	-	2,981.49	
InCred Premier Distribution Private Limited	-	-	-	3,400.00	-	-	-	3,400.00	-	
Alpha Fintech Private Limited	-	-	-	-	-	10,859.71	4,040.00	4,040.00	10,859.71	
	-	42,694.51	42,852.82	22,289.00	74,362.88	27,491.50	14,779.95	4,040.00	96,515.01	1,31,995.65
*The Advance is given at NIL Rate of Interest										
<b>Advance repaid :</b>										
InCred Capital Wealth Portfolio Managers Private Limited	-	-	-	19,921.38	49,150.00	-	-	19,921.38	49,150.00	
Incred Capital Financial Services Limited	-	48,118.03	37,429.30	-	-	-	-	48,118.03	37,429.30	
InCred Alternative Investments Private Limited	-	-	-	-	-	2,759.62	-	-	2,759.62	
InCred Wealth Private Limited	-	-	-	-	22,233.98	21,150.00	-	21,150.00	22,233.98	
InCred Financial Services Limited	-	-	-	-	4,000.00	-	-	-	4,000.00	
InCred Premier Distribution Private Limited	-	-	-	3,400.00	-	-	-	3,400.00	-	
InCred Asset Management Private Limited	-	-	-	-	-	1,285.62	-	-	1,285.62	
Alpha Fintech Private Limited	-	-	-	-	-	11,224.71	4,050.00	4,050.00	11,224.71	
InCred Research Services Private Limited	-	-	-	-	3,006.49	-	-	-	3,006.49	
	-	48,118.03	37,429.30	23,321.38	78,390.47	21,150.00	15,269.95	4,050.00	96,639.41	1,31,089.71
<b>Interest on advances :</b>										
InCred Capital Wealth Portfolio Managers Private Limited	-	-	-	82.59	138.90	-	-	82.59	138.90	
Incred Capital Financial Services Limited	-	843.29	273.86	-	-	-	-	843.29	273.86	
InCred Alternative Investments Private Limited	-	-	-	-	-	54.54	-	-	54.54	
InCred Financial Services Limited	-	-	-	-	1.07	-	-	-	1.07	
InCred Wealth Private Limited	-	-	-	-	302.82	-	-	-	302.82	
InCred Asset Management Private Limited	-	-	-	-	-	30.53	-	-	30.53	
InCred Research Services Private Limited	-	-	-	-	42.68	-	-	-	42.68	
Alpha Fintech Private Limited	-	-	-	-	-	35.95	186.96	35.95	186.96	
	-	843.29	273.86	82.59	485.47	35.95	85.07	186.96	961.82	1,031.37
<b>Deemed dividend from parent</b>										
InCred Capital Financial Services Limited	-	104.20	-	-	-	-	-	104.20	-	
	-	104.20	-	-	-	-	-	104.20	-	
<b>Distribution fees, commission and related income:</b>										
InCred Alternative Investments Private Limited	-	-	-	-	-	956.98	1,316.73	-	956.98	1,316.73
InCred Financial Services Limited	-	-	-	445.87	-	-	-	-	445.87	-
InCred Asset Management Private Limited	-	-	-	-	-	942.73	418.01	-	942.73	418.01
INCRD FINANCIAL SERVICES LIMITED	-	-	-	255.81	-	-	-	-	255.81	-
	-	-	-	701.68	-	1,899.71	1,734.73	-	2,601.40	1,734.73



<b>Reimbursement of expenses paid:</b>										
InCred Financial Services Limited	-		-		42.44		-		-	42.44
InCred Asset Management Private Limited						0.06			0.06	-
Incred Capital Financial Services Limited	-	457.28	11.03		-		-		457.28	11.03
InCred Capital Wealth Portfolio Managers Private Limited				87.97			-		87.97	-
	-	457.28	11.03	87.97	42.44	0.06	-	-	545.32	53.47
<b>Brokerage Expense:</b>										
InCred Capital Wealth Portfolio Managers Private Limited	-		-	8.01	134.78		-		8.01	134.78
	-	-	-	8.01	134.78	-	-	-	8.01	134.78
<b>Referral Expense:</b>										
InCred Value Plus Private Limited	-		-			121.38	70.58		121.38	70.58
InCred Global Wealth Limited	-		-		80.50		-		-	80.50
	-		-		80.50	121.38	70.58		121.38	151.08
<b>MLD Placement fees</b>										
InCred Capital Wealth Portfolio Managers Private Limited	-		-		151.98		-		-	151.98
	-		-		151.98		-		-	151.98
<b>Business support services(Reimbursement Income)</b>										
Incred Capital Financial Services Limited	-	87.97	-		-		-		87.97	-
	-	87.97	-		-		-		87.97	(0.01)
<b>Business support services(Reimbursement Expense)</b>										
InCred Global Wealth Limited	-		-		332.08	338.73	-		338.73	332.08
InCred Global Wealth Pte Limited	-		-		160.18	627.27	-		627.27	160.18
	-		-		492.26	966.00	-		966.00	492.26

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c. Closing balances with Related parties as at 31 March 2025:

Particulars	KMPs and Relatives of KMPs	Holding Company	Enterprise over which KMP are able to exercise significant influence		Fellow Subsidiary		Associate of Holding Company	Total	
<b>Trade receivables (including applicable taxes):</b>									
InCred Asset Management Private Limited	-	-	-	-	58.00	210.26	-	58.00	210.26
InCred Alternative Investments Private Limited	-	-	-	-	956.98	1,125.17	-	956.98	1,125.17
InCred Financial Services Limited	-	-	1.38	-	-	-	-	1.38	-
InCred Premier Distribution Private Limited	-	-	0.06	-	-	-	-	0.06	-
InCred Value Plus Private Limited	-	-	-	-	4.27	-	-	4.27	-
InCred Capital Financial Services Limited	-	15.48	-	0.39	-	-	-	15.48	-
InCred Capital Wealth Portfolio Managers Private Limited	-	-	-	0.89	-	-	-	0.39	0.89
	-	15.48	-	1.82	1,019.25	1,335.43	-	1,036.55	1,336.32
<b>Trade payables (including applicable taxes):</b>									
InCred Capital Wealth Portfolio Managers Private Limited	-	-	8.85	-	-	-	-	8.85	-
InCred Capital Financial Services Limited	-	0.72	-	-	-	-	-	0.72	-
InCred Financial Services Limited	-	-	13.64	-	-	-	-	13.64	-
InCred Value Plus Private Limited	-	-	-	-	143.23	70.83	-	143.23	70.83
InCred Premier Distribution Private Limited	-	-	43.50	-	-	-	-	43.50	-
InCred Global Wealth Limited	-	-	-	332.08	102.64	-	-	102.64	332.08
InCred Global Wealth Pte Limited	-	-	-	160.18	153.13	-	-	153.13	160.18
	-	0.72	-	65.99	399.00	70.83	-	465.71	563.09
<b>Other receivables :</b>									
InCred Financial Services Limited	-	-	-	5.41	-	-	-	-	5.41
InCred Capital Financial Services Limited	-	1,048.34	-	-	-	-	-	-	1,048.34
	-	1,048.34	-	5.41	-	-	-	-	1,053.74
<b>Advance receivable for Investment:</b>									
InCred Value Plus Private Limited	-	-	-	-	248.90	-	-	248.90	-
<b>Advance receivable from Broker:</b>									
InCred Capital Wealth Portfolio Managers Private Limited	-	-	118.27	534.90	-	-	-	118.27	534.90
	-	-	118.27	534.90	-	-	-	118.27	534.90
<b>Advance Given(Including Accrued Interest)</b>									
InCred Capital Financial Services Limited	-	5,479.49	-	-	-	-	-	-	5,479.49
InCred Wealth Private limited	-	-	7,551.50	1,267.25	-	-	-	7,551.50	1,267.25
InCred Research Services Private Limited	-	-	-	-	-	-	-	-	-
InCred Capital Wealth Portfolio Managers Private Limited	-	-	-	1,039.99	-	-	-	-	1,039.99
InCred Employee Welfare trust	-	-	-	3,615.00	-	-	-	-	3,615.00
Alpha Fintech Private Limited	-	-	-	-	-	173.19	-	-	173.19
	-	5,479.49	7,551.50	5,922.24	-	173.19	-	7,551.50	11,574.92
<b>Investment in MLD</b>									
InCred Capital Financial Services Limited (formerly known as InCred Capital Financial Services Private Limited)	-	100.00	610.00	-	-	-	-	100.00	610.00
	-	100.00	610.00	-	-	-	-	100.00	610.00
<b>MLD Borrowings (at face value):</b>									
InCred Capital Financial Services Limited (formerly known as InCred Capital Financial Services Private Limited)	-	89.00	-	-	-	-	-	89.00	-
	-	89.00	-	-	-	-	-	89.00	-

**Note 43 : Capital management**

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to safeguard the Company's ability to remain as a going concern and maximise the shareholder value.

The Company manages its capital structure and makes adjustment in light of changes in economic conditions, annual operating plans and long-term and other strategic investment plans. In order to maintain or adjust the capital structure, the Company may adjust the amounts of dividend paid to shareholders, return capital to shareholders or issue new shares. The current capital structure of the Company is equity based financing. The funding requirements are met through a mixture of equity and internal fund generation as per Company's policy to meet anticipated funding requirements. The Company is not subject to any externally imposed capital requirements.

**Note 44 : Financial instruments****44.1 Financial instruments by category**

Set out below, is a comparison by class of the carrying amounts and fair value of the financial instruments of the Company, other than those with carrying amounts that are reasonable approximation of fair values:

Particulars	As at 31 March 2025			
	Carrying value	Amortized cost	FVTPL	FVTOCI
<b>Financial assets</b>				
Investments	17,293.57	-	17,293.57	-
Trade receivables	1,689.47	1,689.47	-	-
Cash and cash equivalents	37,236.90	37,236.90	-	-
Bank balances other than cash and cash equivalents	-	-	-	-
Loans	14,159.93	14,159.93	-	-
Others	832.94	832.94	-	-
<b>Total financial assets</b>	<b>71,212.80</b>	<b>53,919.23</b>	<b>17,293.57</b>	<b>-</b>
<b>Financial liabilities</b>				
Borrowings	25,831.73	25,831.73	-	-
Lease Liability	1,161.30	1,161.30	-	-
Trade payables	1,826.62	1,826.62	-	-
Others	6,847.09	6,585.15	261.95	-
<b>Total financial liabilities</b>	<b>35,666.74</b>	<b>35,404.80</b>	<b>261.95</b>	<b>-</b>

  

Particulars	As at 31 March 2024			
	Carrying value	Amortized cost	FVTPL	FVTOCI
<b>Financial assets</b>				
Investments	12,895.97	-	12,895.97	-
Trade receivables	2,023.52	2,023.52	-	-
Cash and cash equivalents	21,095.13	21,095.13	-	-
Financial liabilities	7,505.36	7,505.36	-	-
Loans	13,424.72	13,424.72	-	-
Others	2,043.60	2,043.60	-	-
<b>Total financial assets</b>	<b>58,988.31</b>	<b>46,092.34</b>	<b>12,895.97</b>	<b>-</b>
<b>Financial liabilities</b>				
Borrowings	10,343.46	10,343.46	-	-
Lease Liability	346.17	346.17	-	-
Trade payables	1,744.58	1,744.58	-	-
Others	17,399.80	5,588.86	11,810.94	-
<b>Total financial liabilities</b>	<b>29,834.01</b>	<b>18,023.07</b>	<b>11,810.94</b>	<b>-</b>

The management of the Company assessed that the fair values of cash and cash equivalents, investments, trade receivables, loans, trade payables, lease liability, short-term and long term borrowings, other current and non current financial assets and other current and non current financial liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

**44.2 Fair value hierarchy**

The Company categorizes assets and liabilities measured at fair value into one of three levels depending on the ability to observe inputs employed in their measurement which are described as follows:

**Level 1:-** Category includes valuation based on quoted market price: financial instruments with quoted prices for identical instruments in active markets that the Company can access at the measurement date.

**Level 2:-** Valuation based on using observable inputs: financial instruments with quoted prices for similar instruments in active markets or quoted prices for identical or similar instruments in inactive markets and financial instruments valued using models where all significant inputs are observable.

**Level 3:-** Valuation technique with significant unobservable inputs: financial instruments valued using valuation techniques where one or more significant inputs are unobservable. Equity investments designated under FVOCI has been valued using discounted cash flow method.

The following table provides quantitative disclosure of the fair value measurement hierarchy of the asset and liabilities of the Company:-

Particulars	Level of fair value measurement	As at 31 March 2025	
		Carrying value	Fair value
<b>Financial assets</b>			
Investments	Level 1	3,554.59	3,554.59
Investments	Level 2	2,163.37	2,163.37
Investments	Level 3	13,578.57	13,578.57
Trade receivables	Level 3	1,689.47	1,689.47
Cash and cash equivalents	Level 1	37,236.90	37,236.90
Bank balances other than cash and cash equivalents	Level 2	-	-
Loans	Level 3	14,159.93	14,159.93
Others	Level 3	832.94	832.94
<b>Total financial assets</b>		<b>73,215.75</b>	<b>73,215.75</b>
<b>Financial liabilities</b>			
Borrowings	Level 3	25,831.73	25,831.73
Lease Liability	Level 3	1,161.30	1,161.30
Trade payables	Level 3	1,826.62	1,826.62
Others	Level 3	6,585.15	6,585.15
Others - Derivative financial instruments	Level 2	261.95	261.95
<b>Total financial liabilities</b>		<b>35,666.75</b>	<b>35,666.75</b>

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Particulars	Level of fair value measurement	As at 31 March 2024	
		Carrying value	Fair value
<b>Financial assets</b>			
Investments	Level 1	3,799.99	3,799.99
Investments	Level 2	4,165.79	4,165.79
Investments	Level 3	4,930.19	4,930.19
Trade receivables	Level 3	2,023.52	2,023.52
Cash and cash equivalents	Level 1	21,095.13	21,095.13
Bank balances other than cash and cash equivalents	Level 2	7,505.36	7,505.36
Loans	Level 3	13,424.74	13,424.74
Others	Level 3	2,043.60	2,043.60
<b>Total financial assets</b>		<b>58,988.32</b>	<b>58,988.32</b>
<b>Financial liabilities</b>			
Borrowings	Level 3	10,343.46	10,343.46
Lease Liability	Level 3	346.17	346.17
Trade payables	Level 3	1,744.58	1,744.58
Others	Level 3	5,588.86	5,588.86
Others - Derivative financial instruments	Level 2	11,810.94	11,810.94
<b>Total financial liabilities</b>		<b>29,834.01</b>	<b>29,834.01</b>

**Notes:**

1. The fair value of cash and cash equivalents is their carrying amounts.

2. In the absence of observable inputs to measure fair value, the assets and liabilities have been classified as Level 3.

3. The carrying amount of cash and cash equivalents, investments, trade receivables, loans ,trade payables, lease liability, short-term and long term borrowings, other current and non current financial assets and other current and non current financial liabilities is considered to be reasonable approximation of the fair value as they are short-term in nature.

**Note 45 : Financial risk management**

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The board oversees how management monitors compliance with the Company's risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the Company.

The Company's risk management policies are established to identify and analyse the risk faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed periodically to reflect changes in market conditions and the Company's activities. The Company through its training, standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Company's principal financial liabilities, comprise trade payables, borrowings, lease liability and other payables. The main purpose of these financial liabilities is to finance the company's operations and to provide guarantees to support its operations. The company's principal financial assets include trade and other receivables, cash and cash equivalents and other bank balances that derive directly from its operations.

The company's activities expose it to a variety of financial risk namely market risk, credit risk and liquidity risk. The Company's focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The Company's board of directors reviews and agrees policies for managing each risk, which are summarised as below:-

**A. Market Risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk. Financial instruments affected by market risk include deposits, FVTPL investments and other financial assets.

**Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is exposed to interest rate risk through the impact of rate changes on interest-bearing liabilities and assets. The Company manages its interest rate risk by monitoring the movements in the market interest rates closely.

**Exposure to interest rate risk**

Company's interest rate risk arises from borrowings and loans. The interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the Company is as follows.

Particulars	As at 31 March 2025	As at 31 March 2024
<b>Borrowings:</b>		
Fixed rate borrowings	10,811.64	1,500.68
<b>Loans:</b>		
Fixed Rate Loans	14,216.97	13,478.66
<b>Total</b>	<b>25,028.61</b>	<b>14,979.34</b>

All instruments are fixed rate instruments

**Fair value sensitivity analysis for fixed-rate instruments**

The Company does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

**B. Credit risk**

Credit risk refers to the risk of default on its obligation by the counter party resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily from trade receivables and loans. Trade receivables are typically unsecured and are derived from revenue earned from customers. Credit risk has always been managed by the company through continuous monitoring the creditworthiness of customers to which the company grants credit terms in the normal course of business. Under Ind AS 109, the company uses expected credit loss model to assess the impairment loss or gain. The company uses a provision matrix to compute the expected credit loss allowance for trade receivables. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets.

An impairment analysis is performed at each reporting date on an individual basis for major clients. The company does not hold collateral as security.

**Measurement of Expected Credit Losses ('ECL')**

The Company uses the Simplified Approach for measurement of ECL. Based on management estimation and calculation ECL provision has been kept at 100% of all the trade receivable outstanding more than 90days and 0.4% on loan outstanding as at reporting date.

Following is the exposure to the credit risk for trade receivables and loans:

Particulars	As at 31 March 2025	As at 31 March 2024
Trade receivables	1,737.86	2,041.57
Loans	14,216.97	13,478.66
<b>Total</b>	<b>15,954.83</b>	<b>15,520.23</b>

Following table provides information about exposure to credit risk and ECL on Loan-

Particulars	As at 31 March 2025	As at 31 March 2024
<b>Loss allowance</b>		
Gross carrying amount of financial assets	14,216.97	13,478.66
Expected credit Loss	(57.05)	(53.91)
<b>Carrying amount net of impairment provision</b>	<b>14,159.93</b>	<b>13,424.74</b>

Following table provides exposure to credit risk for trade receivable-

Particulars	As at 31 March 2025	As at 31 March 2024
<b>Loss allowance - Trade receivable</b>		
Gross carrying amount of financial assets	1,737.86	2,041.57
Expected credit Loss	(48.39)	(18.05)
<b>Carrying amount net of impairment provision</b>	<b>1,689.47</b>	<b>2,023.52</b>

**Movement in the allowance for Impairment in respect of loans and trade receivables in as follows :**

Particulars	As at 31 March 2025	As at 31 March 2024
Opening balance	76.05	109.97
Acquired via merger	-	-
Additional Provision	33.47	-33.92
<b>Closing balance</b>	<b>109.52</b>	<b>76.05</b>

#### **C. Liquidity risk:**

Liquidity Risk refers to insufficiency of funds to meet the financial obligations. Liquidity Risk Management implies maintenance of sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit lines to meet obligations when due.

The Company manages liquidity risk by maintaining adequate reserves, banking facilities and by continuously monitoring forecast and actual cash flows, and by assessing the maturity profiles of financial assets and liabilities

The following tables detail the Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The tables include both interest and principal cash flows. To the extent that interest flows are floating rate, the rate applicable as of reporting period ends respectively has been considered.

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**Notes forming part of the financial statements for the year ended 31 March 2025**

(All amount in INR Lakhs, unless otherwise stated)

**As at 31 March 2025:-**

Particulars	Note No.	Contractual cash flows						
		Carrying amount	Gross nominal inflow/(outflow)	On Demand	Less than 1 year	1-3 years	3-5 years	After 5 years
<b>Maturities of financial liabilities</b>								
Borrowings	21 & 24	25,831.73	(25,831.73)	-	16,033.53	9,798.20	-	-
Lease Liability	39	1,161.33	(1,490.24)	-	311.55	623.83	485.97	68.89
Trade payables	25	1,826.62	(1,826.62)	-	1,826.62	-	-	-
Other liabilities	22 & 26	6,847.09	(6,847.09)	-	6,454.31	261.95	130.84	-
<b>Total</b>		<b>35,666.77</b>	<b>(35,995.68)</b>	<b>-</b>	<b>24,626.01</b>	<b>10,683.98</b>	<b>616.81</b>	<b>68.89</b>

**As at 31 March 2024:-**

Particulars	Note No.	Contractual cash flows						
		Carrying amount	Gross nominal inflow/(outflow)	On Demand	Less than 1 year	1-3 years	3-5 years	After 5 years
<b>Maturities of financial liabilities</b>								
Borrowings	21 & 24	10,343.46	(10,343.46)	-	3,392.79	6,950.68	-	-
Lease Liability	39	346.17	(430.23)	-	167.24	185.11	58.43	19.44
Trade payables	25	1,744.58	(1,744.58)	-	1,744.58	-	-	-
Others liabilities	22 & 26	17,399.80	(17,399.80)	-	5,994.74	11,344.76	60.31	-
<b>Total</b>		<b>29,834.01</b>	<b>(29,918.07)</b>	<b>-</b>	<b>11,299.34</b>	<b>18,480.54</b>	<b>118.74</b>	<b>19.44</b>

The following table details the Company's expected maturity for its non-derivative financial assets. The table has been drawn up based on the undiscounted contractual maturities of the financial assets including interest that will be earned on those assets. The inclusion of information on nonderivative financial assets is necessary in order to understand the Company's liquidity risk management as the liquidity is managed on a net asset and liability basis. Hence, maturities of the relevant assets have been considered below.

**As at 31 March 2025:-**

Particulars	Note No.	Contractual cash flows						
		Carrying amount	Gross nominal inflow/(outflow)	On Demand	Less than 1 year	1-3 years	3-5 years	After 5 years
<b>Maturities of financial assets</b>								
Investments	7 & 11	12,895.97	12,895.97	-	12,051.83	844.14	-	-
Trade receivables	12	2,023.52	2,041.57	-	2,041.57	-	-	-
Cash and cash equivalents	13	21,095.13	21,095.13	21,095.13	-	-	-	-
Bank balances other than cash and cash equivalents	14	7,505.36	7,505.36	7,505.36	-	-	-	-
Loans	8 & 15	13,424.74	13,478.65	7,675.91	1,887.75	3,915.00	-	-
Others	9 & 16	2,043.60	2,042.58	-	2,022.57	6.12	6.24	7.65
<b>Total</b>		<b>58,988.32</b>	<b>59,059.26</b>	<b>36,276.40</b>	<b>18,003.72</b>	<b>4,765.26</b>	<b>6.24</b>	<b>7.65</b>

**As at 31 March 2024:-**

Particulars	Note No.	Contractual cash flows						
		Carrying amount	Gross nominal inflow/(outflow)	On Demand	Less than 1 year	1-3 years	3-5 years	After 5 years
<b>Maturities of financial assets</b>								
Investments	7 & 11	12,895.97	12,895.97	-	12,051.83	383.34	460.80	-
Trade receivables	12	2,023.52	2,041.57	-	2,041.57	-	-	-
Cash and cash equivalents	13	21,095.13	21,095.13	21,095.13	-	-	-	-
Loans	8 & 15	13,424.74	11,440.53	6,302.00	916.17	454.92	3,767.43	-
Others	9 & 16	2,043.60	1,734.58	-	1,657.72	61.59	7.62	7.65
<b>Total</b>		<b>51,482.97</b>	<b>49,207.78</b>	<b>27,397.13</b>	<b>16,667.29</b>	<b>899.85</b>	<b>4,235.85</b>	<b>7.65</b>

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**Notes forming part of the financial statements for the year ended 31 March 2025**

(All amount in INR Lakhs, unless otherwise stated)

**Note 46 : Ratio Analysis and its elements**

Ratio	Numerator	Denominator	Year ended 31 March 2025	Year ended 31 March 2024	% change during the year	Remarks
Current ratio	Current Assets	Current Liabilities	2.30	4.56	-49.62%	Decrease in current liabilities during FY 24 25
Debt- Equity Ratio	Borrowings	Shareholders Equity	0.65	0.31	108.12%	Increase in borrowings during FY 24 25
Debt Service Coverage ratio	Net Operating Income	Debt Service	(0.63)	(0.88)	-28.05%	Increase in borrowings during FY 24 25
Return on Equity ratio	Net Profits after taxes	Shareholder's Equity	0.15	(0.03)	-592.40%	Increase in losses in FY 24 25
Inventory Turnover ratio	NA	NA	NA	NA	NA NA	
Trade Receivable Turnover Ratio	Net credit sales	Average Trade Receivable	4.07	2.47	64.82%	Increase in receivables as on 31 March 2025
Trade Payable Turnover Ratio	Net credit purchases	Average Trade Payables	3.46	2.29	51.21%	Decrease in payables as on 31 March 2025
Net Capital Turnover Ratio	Total sales	Working capital = Current assets – Current liabilities	0.95	0.43	120.26%	Increase in revenue as on 31 March 2025
Net Profit ratio	Net Profit	Total sales	0.20	(0.06)	-441.44%	Decrease in losses in FY 24 25
Return on Capital Employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	0.19	0.07	159.76%	Increase in EBIT and Capital employed
Return on Investment	Profit on Sale of Investments	Investment	1.46	1.04	40.28%	Increase in Gains on Investments

**Note 47 : Other Statutory Information**

(i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

(ii) The Company does not have any transactions with companies struck off.

(iii) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

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

(v) The Company is not required to file quarterly statement of current assets submitted to banks / financial institutions which are provided as security against the borrowings.

(vi) The company has not advanced or loaned or invested funds to any person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or

(ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(vii)he Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall: :

(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or

(ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(viii) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

(ix) There are no scheme of arrangements which have been filed by the Company under the Act and which have been approved by the competent authority u/s 232 to 237 of the Act.

(x) The Company, is in compliance with the provisions of sec 2(87) read with Companies (Restriction on number of Layers) Rules, 2017.

(xi) The Company has not been declared as wilful defaulter by any bank or financial institution or any other lender.

(xii) The Company has not revalued any property, plant and equipment and intangible assets.

(xiii) The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

(xiv) The Company does not have any pending litigations as on 31 March 2025



**Note 48 : Disclosure relating to earnings and expenditure in foreign currency**

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
<b>A. Earnings in foreign currency</b>		
Distribution fees, commission and related income	104.80	71.35
	<b>104.80</b>	<b>71.35</b>
<b>B. Expenditure in foreign currency</b>		
Recruitment expense	-	9.09
Referral Fees	-	80.50
Membership and Subscription	-	1.83
Business Promotion	5.25	-
Legal, professional and consultancy charges	1,225.50	-
	<b>1,230.74</b>	<b>91.42</b>

**Note 49 : Going Concern**

During the year the Company has incurred profits including Other Comprehensive Income of INR 5,974.32 lakhs ( Previous year : Rs. (1,063.83) lakhs )which resulted in decrease in accumulated losses of the Company. As on 31 March 2024, accumulated losses were INR 6,131.51 lakhs (Previous year: INR.12,408.72 lakhs). However, the Company has been able to meet its obligations in the ordinary course of business and considering the business plan these financial statements have been prepared on going concern assumption.

**Note 50 : Backup of Books of accounts and Audit trail**

a. As per the MCA notification dated August 05, 2022 Government has notified the Companies (Accounts) Fourth Amendment Rules, 2022. As per the amended rules back-up of the books of account/other books & papers maintained in electronic mode, including at a place outside India, shall be kept in servers physically located in India on a daily basis. The Company's servers are physically located in India and back up is done on a daily basis. Thus the Company is compliant with the requirements of the above notification.

b. The Company has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, there are no instance of audit trail feature being tampered with.

**Note 51 : Other notes to accounts**

**a. Segment reporting**

The Company operates in a single reportable segment , for the purpose of Ind AS-108 on 'Operating Segment. The Company operates in a single geographical segment i.e. domestic.

**b. Corporate social responsibility**

The Ministry of Corporate Affairs notified under section 135 of the Companies Act 2013 along with the Companies (Corporate Social Responsibility Policy) Rules, 2014. The provisions related to Corporate Social Responsibility are not applicable to the Company.

c. Previous year figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

d. There have been no significant events after the reporting date that require disclosure in these financial statements.

As per our report of even date.

For M S K A & Associates  
Chartered Accountants  
ICAI Firm Registration No. 105047W

For and on behalf of the Board of Directors of  
**InCred Wealth and Investment Services Private Limited**

**Vaibhav Naik**  
Partner  
Membership No.: 138302

Place : Mumbai  
Date : 5 Sept 2025

**Nitin Subramanya Rao**  
Director  
DIN - 08108320

Place : Mumbai  
Date : 5 Sept 2025

**Yogesh Kalwani**  
Director  
DIN - 10361906

Place : Mumbai  
Date : 5 Sept 2025