

# 6<sup>th</sup> ANNUAL REPORT

F.Y. 2022-23

An insight into the top contributors to a significant increase in revenue this year.



**RELATIONSHIPS BEYOND LENDING**



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# **CORPORATE INFORMATION**

## **Board of Directors**

*Ashish Kohli*

**Managing Director & CEO**

*Vikram Kaushal*

**Director**

*Shruti Mehrotra*

**Director**

*Ashish Runwal*

**Director & COO**

*Rohit Sharma*

**Company Secretary**

***M R B & ASSOCIATES***

**Auditors**

## **Registered Office**

**3rd Floor, Part A, Corporate Centre,  
Andheri Kurla Road, Andheri East,  
Mumbai, Maharashtra, 400059**

**CIN U65100MH2017PTC294521**

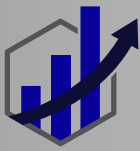
## **Ashish Kohli - Managing Director & CEO**



**"Monedo Financial Services is the quintessential lending solution for healthcare, education, travel, supply chain, electric bike and consumer durable goods! We believe and provide accessible financial solutions and bring dreams and aspirations to life! The concoction has bolstered our vision to continue to be a prominent lender. We envisage profitability for all of us with innovation and agility being the core of a seamless lending workflow. Great synergies indeed create great businesses!"**



**Ashish Kohli - Founder, MD and CEO at Monedo Financial Services.**



## MANAGING DIRECTOR & CEO'S LETTER

Dear Shareholders,

I am delighted to present the 6th Annual Report of our Company for the financial year ending 31st March 2023. In the face of numerous challenges and dynamic market conditions, our Company has remained steadfast in our commitment to growth, building sustainable partnership and the creation of sustainable value for all our stakeholders.

Reflecting on FY 2022-23, despite a volatile global economic landscape, I am pleased to report that our Company has delivered a resilient performance, demonstrating our ability to adapt and thrive.

I strongly believe in the power of collaboration and the synergies that can be achieved through strategic partnerships. Recognizing the complementary nature of respective strengths and expertise and with a vision to leverage collective strengths to enhance market position, expand customer base, and access new markets, Our Company has successfully penetrated and forged partnerships with prominent service providers in the emerging areas of Healthcare space, Supply Chain space and E-Bike space. The outcome of aforesaid initiative is reflected in revenue growth of more than 300%, which speaks volumes about the robustness of our business strategies.

**Financial Growth:** During financial year 2022-23, the Company's commitment towards accelerated growth can be witnessed from the increase in disbursement from Rs. 11 crores in FY 2021-22 to Rs. 73 crores in FY 2022-23 with a corresponding increase in revenue from Rs. 2.33 crores in FY 2021-22 to Rs. 9.84 crores in FY 2022-23. It signifies our unwavering resolve to strengthen our position and embrace opportunities for growth.

**Strategic Initiatives:** Throughout the year, we continued to pursue strategic initiatives aimed at enhancing our competitive advantage and expanding our market presence. We deepened our focus on customer-centric solutions, leveraging technology to streamline processes, improve efficiency, and deliver superior experiences to our valued clients. Furthermore, we intensified our risk management efforts to ensure a well-balanced and sustainable portfolio.

**Corporate Governance:** As a Company, we adhere in lieu of 'hold ourselves' to the highest standards of corporate governance, recognizing that it is the foundation of our long-term success. We have implemented stringent risk management practices, enhanced transparency, and reinforced compliance measures to safeguard the interests of our shareholders, customers, employees, and other stakeholders. We believe in maintaining an ethical and accountable corporate culture, fostering trust and confidence in our operations.



**Employee Engagement:** Our talented and dedicated workforce remains the driving force behind our achievements. I would like to extend my gratitude to our employees for their unwavering commitment, resilience, and adaptability during these challenging times. Their passion and professionalism continue to inspire us to reach new heights of excellence.

**Ahead of the curve:** Looking ahead, we remain cautiously optimistic about the future prospects of our Company. While uncertainties persist, we are confident in our ability to adapt to the evolving market dynamics, leveraging our expertise and leveraging emerging opportunities. Our focus will continue to be on sustainable growth, prudent risk management, and the delivery of superior value to our stakeholders.

I would like to express my heartfelt gratitude to our shareholders for their unwavering support and trust in our Company. I also extend my appreciation to our customers, partners, regulators, and the Board of Directors for their invaluable contributions to our success.

*Together, we will navigate the future with resilience and determination, remaining true to our core values and commitment to excellence.*

**Thank you.  
With my very best**

**Sd/-  
Ashish Kohli  
Managing Director & CEO**



# MANAGEMENT DISCUSSION AND ANALYSIS

## Global Economic Scenario:

### Global Economy in Turmoil: The Impact of the Russian-Ukrainian Conflict

The global economy faced multiple challenges throughout FY2022-23. The world economy began to sense relief from the COVID-19 slowdown, but the Russian & Ukrainian conflict destabilized it. This led to a severe energy crisis in Europe, sharply increasing the cost of living and severely impacting overall economic activity. Developed and developing countries are majorly concerned about the cost-of-living turmoil. The world market witnessed a food shortage due to the conflict, leading to an increase in food prices. The impact of the crisis devastated low-income households, especially in low-income countries. Policymakers worldwide have been compelled to tighten monetary measures due to the widening inflation. Despite the Federal Reserve's 400 bps increase in interest rates, inflationary pressures do not seem to recede as quickly as hoped. After such massive rate hikes, the sharp appreciation of the USD against most other currencies has significantly added to domestic price pressures and further exacerbated the cost-of-living crisis for many emerging markets and developing economies.

The global economy is perceived to be on the brink of a gradual recovery from the severe impact of the pandemic and Russia Ukraine conflict as we move closer to 2024. China's economy is displaying a robust rebound following the reopening. Supply-chain disruptions are being resolved, while distortions caused in energy and food markets due to the war are fading away. Moreover, most central banks have taken significant measures to tighten monetary policy. These measures are expected to result in inflation returning to its targeted levels.

While the signs of recovery are becoming more evident, it is clear that in reaction to COVID-19, the Russian-Ukrainian conflict, and the effects of climate change, governments and global corporations are prioritizing security and resilience over the advantages of global value chains. The rise of ideological disparities and the green movement have prompted both governments and corporations to re-evaluate external dependencies, turning towards trusted partners and domestic solutions for more resilient growth models. This shift highlights the growing trend towards deglobalisation and the renewed importance of growth from within.

## India Economic Overview:

**India's GDP Outlook- Growth Amidst Global Uncertainty:** Despite the volatile global economic conditions and India's growing participation in international affairs, it is unlikely for India to remain completely unaffected by global events. However, India has demonstrated remarkable resilience to these challenges due to its robust domestic demand. According to the International Monetary Fund, India's GDP is expected to grow to 5.9% in 2023 and 6.3% in 2024, the highest among developed and developing nations. The World Bank's GDP growth forecast also reflects a similarly optimistic outlook for India. Nevertheless, India must closely monitor global economic trends and develop effective strategies to navigate potential risks or uncertainties.

**India's Unique Economic Story- On A Continuing Growth Trajectory:** The Indian economic transformation narrative sets it apart from various developed economies, as it has seen a significant rise in the contribution of the services sector towards the overall output, unlike the traditional path of manufacturing and industry preceding services? The service sector has grown by around 7% from FY2018 to FY2020, increasing its contribution to 65.6% of the Gross Value Added (GVA) at constant prices in Fiscal 2020. After a contraction of 4.8% in Fiscal 2021, the overall GVA expanded by about 8.1% in Fiscal FY 2023?

**India's Retail and Commercial Lending: Leading the Way Amidst Pandemic Recovery** In terms of the credit-to-GDP ratio, India has a low credit penetration compared with other developing countries, such as China, indicating the vast untapped potential that can be tapped. As of March 2022, India's total lending market size is 174.3 lakh crore, with a year-on-year growth of 11.1% over March 2021. Retail lending contributes 48.9%, commercial lending 49.5%, and microfinance contributes 1.6% to the total lending in India. Although the lending landscape in India faced unprecedented challenges in FY2021 due to the COVID pandemic and deadly second wave in Q1 FY2022, it witnessed a sharp recovery in the remaining part of FY2023?

As of FY 2023, the portfolio outstanding (value) of Business Loans was ₹ 621.1, showing a year-on-year growth of 12.2% by value and 11.1% by active loans (volume). Business Loans also witnessed a growth of 10% in originations (by value) from FY2021 to FY2023. Public Sector Banks, Private Banks, and NBFCs dominate the Business Loans market.

## Industry Overview:

**NBFCs- Navigating Funding Challenges and Driving Financial Inclusion:** Non-Banking Financial Companies (NBFCs) disbursements gained momentum in Fiscal 2022 due to the rebound in GDP growth, but their assets increased by only 7.6%, which was lower than nominal GDP growth.

The lack of access to funding in a timely and cost-effective manner remained a challenge for smaller and mid-sized NBFCs, and concerns over the impact of the COVID-19 pandemic on asset quality lingered. Despite these challenges, the industry is expected to see the emergence of newer NBFCs that cater to specific customer segments. CRISIL MI&A forecasts that NBFC credit will grow at a CAGR of 11%-12% between Fiscal 2023 to Fiscal 2025, with retail credit growing at a faster pace of 12%-13%. The report emphasizes that nonbanking financial companies (NBFCs) have contributed to financial inclusion and broadened the formal financial services market by serving the underbanked and low-income customers. NBFCs have shown their ability to compete with banks by excelling in origination and broad outreach, providing better customer service, faster processing, digitalizing customer onboarding, offering customized products, having local expertise, and utilizing a unique credit appraisal methodology. The report also states that the reliance on bank funding and funding from other NBFCs and small finance banks is expected to remain high. CRISIL MI&A has projected that non-banking financial companies (NBFCs) credit in India will grow 10-12% between FY2023 and FY2025, driven by the retail sector, including housing, gold, and auto segments. The growth is expected to be supported by a rapid economic revival and organic consolidation, with larger NBFCs gaining market share. The report also notes that NBFCs have shown remarkable resilience and gained importance in the financial sector ecosystem and are expected to remain a force to reckon with in the Indian credit landscape.

### **The Company Overview:**

The Company was incorporated on May 01, 2017 as Kreditech India Private Limited. Subsequently, on October 06, 2017, the name of the Company was changed to Kreditech Financial Services Private Limited. The Company received a Certificate of Registration (COR) from the Reserve Bank of India ("RBI") on October 12, 2018 to carry on the business of Non-Banking Finance Company (NBFC) without accepting public deposits. The Company commenced business on February 01, 2019 and necessary intimation was sent to RBI. The Company operates in retail financing business.

### **Business Review:**

#### **Health care financing: our core strength**

In 2021 alone, the number of Mediclaim reimbursements applied for, crossed 58 lakh cases with a value of over Rs. 179 billion. Through our health insurance financing product and through our business partners, we help our customers who do not have access to a cashless policy, settle their hospital bill cashless with their insurance reimbursement claim as security. The product is exhibiting tremendous potential for growth and comes forth as a significant opportunity to build business with quick turnaround time (TAT).

In the month of August 2022, the Company launched healthcare financing which resulted in increase in its' disbursements and thereby, its' AUM. Healthcare being the new line of business, there was concentration exposure to one of our business partners in healthcare financing, which contributed 84% of healthcare AUM as at the end of December 2022.

As advised by the Board, Company has made concerted effort to reduce the concentration risk and as a result, the contribution of this business partner has dropped to 51% of total AUM as on March 2023.

### **Supply chain financing: emerging product**

To accelerate India's growth, we strive to help business by providing them with working and growth capital. Through our financing solution, the obstacles like minimum order quantities and economies as well as hindrance in setting up and maintaining their supply chain, has been eliminated.

Supply Chain Financing, through partner tie-ups, we aim to enable all kinds of business including startups, large enterprises, retailers and distributors. Our business partner has tie-up with big manufacturers in hardware and electricals etc. who in turn supply their products to small retailers and distributors. This will allow the Company to leverage on partner network to increase business opportunities. Our partner will benefit by getting access to finance to grow business across the network.

### **Assets under management (AUM)**

The AUM of the Company grew from ₹ 3.69 crores as at the financial year ended 31st March 2022 to ₹ 23.11 crores as at financial year ended 31st March 2023 thereby registering a growth of 525%.

### **Business Principles:**

#### **Ethics**

Our primary aim is to put the needs of the customer first. We strive to provide them with the best quality of service under the Monedo umbrella and we do it with a smile.

#### **Reliability**

With an unblemished track record throughout the markets we serve, Monedo Company values its commitment to customer service.

## Trustworthiness

We pledge loyalty in our operations, fairness in our dealings and openness in our practices. We embrace policies and practices that fortify trust.

## Values

Accountability for all our operations and services and towards the society makes us a socially responsible and intelligent corporate citizen. Our empire has grown on the basis of our values. The times may change, but our values will remain unchanged.

## Dependability

We do not judge ourselves by the profits we make but by the trust and confidence that people have shown in us. This guiding principle has led to thousands of customers reposing their faith in the Company, thereby enhancing its customer base.

## Integrity

This value is innate to a corruption-free atmosphere and an open work culture. We, at the Company, therefore cultivate transparency as a work ethic.

## Goodwill

The Company serves thousands of customers across the country, thereby shouldering the responsibility of providing services of the highest quality to its customers.

# KEY METRICS



**MRR**  
Monthly Recurring Revenue  
**INR 82 lakhs**



**ARR**  
Annual Recurring Revenue  
**INR 984 lakhs**



**ARPA**  
Average Revenue Per Account  
**INR 7,929**



**Disbursals**  
Average Monthly Disbursal amount  
**INR 605 lakhs**



**ATS**  
Average Ticket Size  
**INR 58k**



**MAU**  
Average Monthly Active Users  
**7,100+**



**Logins**  
No. of sign ins in a month  
**1,500+**



**Merchants**  
Number of merchants  
**700+**



**NPA**  
**0.01%**



**AUM**  
Assets Under Management  
**INR 2,311 lakhs+**



**Customer growth**  
**72% (YoY)**



**Customers**  
Customers financed till date  
**26.1k+**



**Funds Raised**  
**INR 3,788 lakhs**



**Locations**  
**60+**



**Merchant Growth**  
**63% (YoY)**



**Total Disbursal**  
F.Y. 2022-23  
**INR 7,259 lakhs+**

# Brand Advisor

**100%**  
**GENUINE** %



**Enhancing the Process of "Trust"!**

**BOARD'S REPORT**

To  
The Members,  
**Monedo Financial Services Private Limited**  
(Formerly Known as "Kreditech Financial Services Private Limited")

Your Directors have pleasure in presenting Annual Report of the Company together with the Audited Financial Statements of the Company for the year ended **31<sup>st</sup> March, 2023**.

**1. FINANCIAL SUMMARY:**

Particulars	Consolidated		Standalone	
	Year ended 31 <sup>st</sup> March, 2023	Year ended 31 <sup>st</sup> March, 2022	Year ended 31 <sup>st</sup> March, 2023	Year ended 31 <sup>st</sup> March, 2022
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
Total Income	98,000,586	23,346,276	98,354,722	23,346,276
Profit/(Loss) before taxation	(106,311,863)	(57,431,905)	(105,862,456)	(57,431,905)
Provision for Tax: Current Tax	NIL	Nil	NIL	Nil
Profit / (Loss) for the year	(106,311,863)	(57,431,905)	(105,862,456)	(57,431,905)

**BUSINESS PERFORMANCE:**

The Company reported total income of Rs. 9,83,54,722/- in the year FY2023 as compared to Rs. 2,33,46,276/- in the year FY 2022. Loss for the year FY 2023 is 10,58,62,456/- as compared to Rs. 5,74,31,905/- in the year 2022.

**2. RESERVES:**

Your directors do not propose to transfer any amount to reserves for the year ended 31<sup>st</sup> March FY 2023.

**3. DIVIDEND:**

In view of losses, the Board does not recommend any dividend for period under review.

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

Since there was no unpaid/unclaimed Dividend declared, the provisions of Section 125 of the Companies Act, 2013 do not apply.

## **5. MATERIAL CHANGES DURING THE YEAR:**

There were no material changes affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

## **6. STATE OF AFFAIRS OF THE COMPANY:**

Your Company always have focus on banking the under- banked and enhance the business and as a result the Company has generated total revenue of Rs. 9,83,54,722/- and the Company has made a loss of Rs.105,862,456/-.

## **7. CHANGE IN NATURE OF BUSINESS:**

During the year, there was no change in the nature of business of the Company.

## **8. SIGNIFICANT AND MATERIAL ORDERS PASSED:**

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

## **9. SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES & ITS PERFORMANCE:**

During the year, the Company has 1 wholly owned subsidiary as on 31<sup>st</sup> March, 2023. In accordance with section 129(3) of Companies Act, 2013, a statement containing salient features of the financial statements of the subsidiary company in Form AOC-1 is enclosed herewith as **Annexure I**. During the year under review, Monedo Housing Finance Private Limited has been incorporated as a wholly owned subsidiary of the Company.

## **10. DIRECTORS AND KMP:**

The Board of Directors had appointed Mr. Shashi Bhushanmani Tripathi (DIN: 09543490) as an Additional Director of the Company with effect from 02<sup>nd</sup> June, 2022. Mr. Shashi Bhushanmani Tripathi holds office as Additional Director until the forthcoming Annual General Meeting, and is eligible for appointment as a Director of the Company..

During the year under review, there was no change in the KMP of the Company.

## **11. INDEPENDENT DIRECTOR:**

The provisions of Section 149 regarding appointment of Independent Directors are not applicable to the Company.

## **12. AUDIT COMMITTEE:**

The provisions of Section 177 regarding constitution of an Audit Committee are not applicable to the Company.

## **13. BOARD MEETINGS:**

The Board met 71 times during the financial year. The meeting details are provided below. The maximum interval between any two meetings did not exceed 120 days, as prescribed by the Companies Act, 2013:

### **Monedo Financial Services Private Limited**

(Formerly known as Kreditech Financial Services Private Limited)

CIN: U65100MH2017PTC294521

Registered office :3rd Floor, Part A, Corporate Centre, Andheri Kurla Road, Andheri (East) Mumbai-400059, Maharashtra

P: 022-68173300 / E: contact@monedo.in / W: www.monedo.in

Sr. No.	Date of Board Meeting	Ashish Kohli	Shashi Bhushan Mani Tripathi	Shruti Mehrotra	Vikram Behari Kaushal	Ashish Runwal	Rohit ShyamSunder Sharma
1	01 <sup>st</sup> April, 2022	Present	-	Present	Present	Present	Present
2	02 <sup>nd</sup> April, 2022	Present	-	Present	Present	Present	Present
3	02 <sup>nd</sup> April, 2022	Present	-	Present	Present	Present	Present
4	04 <sup>th</sup> April, 2022	Present	-	Present	Present	Present	Present
5	06 <sup>th</sup> April, 2022	Present	-	Present	Present	Present	Present
6	06 <sup>th</sup> April, 2022	Present	-	Present	Present	Present	Present
7	07 <sup>th</sup> April, 2022	Present	-	Present	Present	Present	Present
8	08 <sup>th</sup> April, 2022	Present	-	Present	Present	Present	Present
9	13 <sup>th</sup> April, 2022	Present	-	Present	Present	Present	Present
10	19 <sup>th</sup> April, 2022	Present	-	Present	Present	Present	Present
11	29 <sup>th</sup> April, 2022	Present	-	Present	Present	Present	Present
12	30 <sup>th</sup> April, 2022	Present	-	Present	Present	Present	Present
13	05 <sup>th</sup> May, 2022	Present	-	Present	Present	Present	Present
14	02 <sup>nd</sup> June, 2022	Present	Absent	Present	Present	Present	Present
15	06 <sup>th</sup> June, 2022	Present	Absent	Present	Present	Present	Present
16	08 <sup>th</sup> June, 2022	Present	Absent	Present	Present	Present	Present
17	13 <sup>th</sup> June, 2022	Present	Absent	Present	Present	Present	Present
18	15 <sup>th</sup> June, 2022	Present	Absent	Present	Present	Present	Present
19	22 <sup>nd</sup> June, 2022	Present	Absent	Present	Present	Present	Present
20	22 <sup>nd</sup> June, 2022	Present	Absent	Present	Present	Present	Present
21	23 <sup>rd</sup> June, 2022	Present	Absent	Present	Present	Present	Present
22	23 <sup>rd</sup> June, 2022	Present	Absent	Present	Present	Present	Present
23	28 <sup>th</sup> June, 2022	Present	Absent	Present	Present	Present	Present
24	01 <sup>st</sup> July, 2022	Present	Absent	Present	Present	Present	Present
25	14 <sup>th</sup> July, 2022	Present	Absent	Present	Present	Present	Present
26	18 <sup>th</sup> July, 2022	Present	Absent	Present	Present	Present	Present

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P: 022-68173300 / E: contact@monedo.in / W: www.monedo.in

Sr. No.	Date of Board Meeting	Ashish Kohli	Shashi Bhushan Mani Tripathi	Shruti Mehrotra	Vikram Behari Kaushal	Ashish Runwal	Rohit ShyamSunder Sharma
27	19 <sup>th</sup> July, 2022	Present	Absent	Present	Present	Present	Present
28	21 <sup>st</sup> July, 2022	Present	Absent	Present	Present	Present	Present
29	22 <sup>nd</sup> July, 2022	Present	Absent	Present	Present	Present	Present
30	23 <sup>rd</sup> July, 2022	Present	Present	Present	Present	Present	Present
31	02 <sup>nd</sup> August, 2022	Present	Present	Present	Present	Present	Present
32	04 <sup>th</sup> August, 2022	Present	Present	Present	Present	Present	Present
33	17 <sup>th</sup> August, 2022	Present	Absent	Present	Present	Present	Present
34	18 <sup>th</sup> August, 2022	Present	Absent	Present	Present	Present	Present
35	22 <sup>nd</sup> August, 2022	Present	Absent	Present	Present	Present	Present
36	05 <sup>th</sup> September, 2022	Present	Absent	Present	Present	Present	Present
37	07 <sup>th</sup> September, 2022	Present	Absent	Present	Present	Present	Present
38	09 <sup>th</sup> September, 2022	Present	Absent	Present	Present	Present	Present
39	12 <sup>th</sup> September, 2022	Present	Absent	Present	Present	Present	Present
40	22 <sup>nd</sup> September, 2022	Present	Absent	Present	Present	Present	Present
41	23 <sup>rd</sup> September, 2022	Present	Absent	Present	Present	Present	Present
42	01 <sup>st</sup> October, 2022	Present	Absent	Present	Present	Present	Present
43	01 <sup>st</sup> October, 2022	Present	Absent	Present	Present	Present	Present
44	06 <sup>th</sup> October, 2022	Present	Absent	Present	Present	Present	Present
45	08 <sup>th</sup> October, 2022	Present	Absent	Present	Present	Present	Present
46	10 <sup>th</sup> October, 2022	Present	Absent	Present	Present	Present	Present
47	12 <sup>th</sup> October, 2022	Present	Absent	Present	Present	Present	Present
48	13 <sup>th</sup> October, 2022	Present	Absent	Present	Present	Present	Present
49	13 <sup>th</sup> October, 2022	Present	Absent	Present	Present	Present	Present

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Sr. No.	Date of Board Meeting	Ashish Kohli	Shashi Bhushan Mani Tripathi	Shruti Mehrotra	Vikram Behari Kaushal	Ashish Runwal	Rohit ShyamSunder Sharma
50	18 <sup>th</sup> October, 2022	Present	Absent	Present	Present	Present	Present
51	20 <sup>th</sup> October, 2022	Present	Absent	Present	Present	Present	Present
52	14 <sup>th</sup> November, 2022	Present	Absent	Present	Present	Present	Present
53	05 <sup>th</sup> December, 2022	Present	Absent	Present	Present	Present	Present
54	07 <sup>th</sup> December, 2022	Present	Absent	Present	Present	Present	Present
55	16 <sup>th</sup> December, 2022	Present	Absent	Present	Present	Present	Present
56	19 <sup>th</sup> December, 2022	Present	Absent	Present	Present	Present	Present
57	21 <sup>st</sup> December, 2022	Present	Absent	Present	Present	Present	Present
58	26 <sup>th</sup> December, 2022	Present	Absent	Present	Present	Present	Present
59	31 <sup>st</sup> December, 2022	Present	Absent	Present	Present	Present	Present
60	04 <sup>th</sup> January, 2023	Present	Absent	Present	Present	Present	Present
61	04 <sup>th</sup> January, 2023	Present	Absent	Present	Present	Present	Present
62	06 <sup>th</sup> January, 2023	Present	Absent	Present	Present	Present	Present
63	01 <sup>st</sup> February, 2023	Present	Absent	Present	Present	Present	Present
64	07 <sup>th</sup> February, 2023	Present	Absent	Present	Present	Present	Present
65	14 <sup>th</sup> February, 2023	Present	Absent	Present	Present	Present	Present
66	02 <sup>nd</sup> March, 2023	Present	Absent	Present	Present	Present	Present
67	6 <sup>th</sup> March, 2023	Present	Absent	Present	Present	Present	Present
68	8 <sup>th</sup> March, 2023	Present	Absent	Present	Present	Present	Present
69	15 <sup>th</sup> March, 2023	Present	Absent	Present	Present	Present	Present
70	25 <sup>th</sup> March, 2023	Present	Absent	Present	Present	Present	Present

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**14. POLICY FORMULATED BY NOMINATION AND REMUNERATION COMMITTEE:**

The provisions of Section 178 with regard to constitution of Nomination and Remuneration Committee are not applicable to the Company.

**15. DIRECTORS' RESPONSIBILITY STATEMENT:**

To the best of our knowledge and belief and in accordance with the information and explanations obtained by them, your Directors make the following statements in accordance with Sub Section (3c) of Section 134(5) of the Companies Act, 2013 that:

(i) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures.

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

(iii) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

(iv) the directors had prepared the annual accounts on a going concern basis; and

(v) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**16. SECRETARIAL STANDARD:**

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

**17. ANNUAL RETURN:**

In accordance with the provisions of the Companies Act, 2013, the annual return in the prescribed format is available on Company's website on [www.monedo.in](http://www.monedo.in).

**18. INTERNAL FINANCIAL CONTROLS:**

Internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, is not applicable to the Company.

**19. AUDITORS:****A. STATUTORY AUDITORS:**

The Company had appointed M/s. M R B & Associates, Chartered Accountants (Firm Registration No. 136306W), as Statutory Auditors of the Company for a period of five consecutive years from the conclusion of Annual General Meeting held on 09<sup>th</sup> August 2021 until the conclusion of the Annual General Meeting to be held in the year 2026.

**B. AUDIT REPORT EXPLANATIONS:**

There were no qualifications, reservations or adverse remarks made by the auditors in their report.

**Monedo Financial Services Private Limited**

(Formerly known as Kreditech Financial Services Private Limited)

CIN: U65100MH2017PTC294521

Registered office :3rd Floor, Part A, Corporate Centre, Andheri Kurla Road, Andheri (East) Mumbai-400059, Maharashtra

P: 022-68173300 / E: [contact@monedo.in](mailto:contact@monedo.in) / W: [www.monedo.in](http://www.monedo.in)

**20. SECRETARIAL AUDIT:**

The provisions of section 204 of the Companies Act, 2013 with regard to Secretarial Audit Report are not applicable to the Company.

**21. LOANS, GUARANTEES OR INVESTMENTS:**

The Company has neither given any loans or guarantees, nor made investments covered under the provisions of section 186 of the Companies Act 2013.

**22. DETAILS OF FRAUD**

There were no frauds which are reported to have been committed by employees or officers of the Company during the year.

**23. RELATED PARTY TRANSACTIONS:**

All the related party transactions were in the ordinary course of business and at arm's length. The disclosure as per Form AOC-2 of the Companies Act, 2013 is given in **Annexure- II** to this report.

**24. CONSERVATION, ENERGY, TECHNOLOGY ABSORBPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:****(i) Conservation of Energy & Technology Absorption**

As the relevant provision of Companies Act 2013 is not applicable, there are no particulars required to be disclosed under this head.

**(ii) Foreign Exchange Earnings & Outgo:**

No foreign currency expenditure and earnings during the year FY 2022-23.

**25. RISK MANAGEMENT POLICY:**

There is no immediate identifiable potential risk that would threaten the existence of the Company. Your Directors recognise the need for the development and implemetation of a robust risk management policy for the Company and is all set to roll out the same in the forthcoming financial year.

**26. SEXUAL HARRASMENT POLICY**

In line with the requirement of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, the Company has adopted a policy on prohibition of sexual harassment at workplace. There were no cases filed of any sexual harassment by any employee including visitors or other non-employee during the financial year ended March 31, FY 2023.

**27. DISCLOSURE OF MAINTENANCE OF COST RECORDS:**

The Central Government of India has not specified the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the products of the Company.

**28. EMPLOYEE REMUNERATION:**

The details of employees in receipt of remuneration pursuant to Section 197 read with Rule, 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are not applicable to the Company.

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**29. SHARE CAPITAL:**

The paid-up share capital of the Company as on 31st March 2023 was Rs. 59,08,30,000/- divided into 82,120 Equity Shares of Rs. 5,000/- each and 36,046 Preference Shares of Rs. 5,000/- each.

**30. EMPLOYEE STOCK OPTION SCHEME:**

Since the Company has not granted any stock options so far, the Company is not required to give any details in this regard.

**31. CORPORATE SOCIAL RESPONSIBILITY:**

Since your Company does not exceed any of the threshold limits specified under Section 135 of the Companies Act, 2013, it is not required to spend any amount on account of Corporate Social Responsibility under the said Act during the under review.

**32. VIGIL MECHANISM:**

The provisions of Section 177(9) regarding establishment of vigil mechanism are not applicable to the Company.

**33. FIXED DEPOSITS:**

The Company being a NBFC, the provisions relating to Chapter V of the Companies Act, i.e., acceptance of deposit, are not applicable. Further the Company is registered as NBFC-ND (NBFC-Non Deposit Taking) and hence the provisions of RBI Act 1934, and RBI NBFC Acceptance of Public Deposits (Reserve Bank) Directions, 1998 applicable to acceptance of public deposits are not applicable to the Company.

**34. ACKNOWLEDGEMENTS:**

Your directors gratefully acknowledge the contributions of all the stakeholders of the Company viz. customers, members, vendors, banks and other business partners for the excellent support received from them during the year. The Directors place on record their sincere appreciation to all employees of the Company for their commitment and continued contribution to the Company.

**By Order of the Board  
For MONEDO FINANCIAL SERVICES PRIVATE LIMITED  
(Formerly Known as Kreditech Financial Services Private Limited)**

**Sd/-  
Ashish Kohli  
(Managing Director & CEO)  
(DIN: 08173836)**

**Sd/-  
Ashish Runwal  
(Director)  
(DIN: 03382646)**

Place: Mumbai  
Date: 22<sup>nd</sup> June 2023

**Annexure – I**

**FORM NO. AOC.1**

**Statement containing salient features of the financial statement of Subsidiaries/associate companies/joint ventures.**

**(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)**

**Part "A": Subsidiaries**

(Information in respect of each subsidiary to be presented with amounts in Rs)

1. Sl. No.: 1
2. Name of the subsidiary: **Monedo Housing Finance Private Limited**
3. Reporting period for the subsidiary concerned, if different from the holding company's reporting period: **No**
4. Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries.: **No**
5. Share capital: **Rs. 2,15,000/-**
6. Reserves & surplus: **Rs. 20,02,25,593/-**
7. Total assets: **Rs. 20,95,90,965/-**
8. Total Liabilities: **Rs. 20,95,90,965/-**
9. Investments: 0
10. Turnover: **Rs. 73,67,848/-**
11. Loss before taxation: **Rs. 4,49,407/-**
12. Provision for taxation: **Rs. 0/-**
13. Loss after taxation: **Rs. 4,49,407/-**
14. Proposed Dividend: **Rs. 0/-**
15. % of shareholding: 100%

**Notes:** The following information shall be furnished at the end of the statement

1. Names of subsidiaries which are yet to commence operations: **Monedo Housing Finance Private Limited**
2. Names of subsidiaries which have been liquidated or sold during the year.: **N.A.**

**Part "B": Associates and Joint Ventures**

**Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures**

<b>Name of Associates/Joint Ventures</b>	<b>Name 1</b>
<b>1. Latest audited Balance Sheet Date</b>	NA
<b>2. Shares of Associate/Joint Ventures held by the Company on the year end</b>	
No.	NA
Amount of Investment in Associates/Joint Venture	NA
Extent of Holding %	NA

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**Annexure - II**  
**FORM NO. AOC -2**

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

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

**1. Details of contracts or arrangements or transactions not at Arm's length basis: NOT APPLICABLE**

**2. Details of material contracts or arrangement or transactions at arm's length basis:**

a)	Name(s) of the related party and nature of relationship	N.A.
b)	Nature of contracts/arrangements/transactions	N.A.
c)	Duration of the contracts / arrangements/transactions	N.A.
d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	N.A.
e)	Date(s) of approval by the Board, if any:	N.A.
f)	Amount paid as advances, if any:	Nil

**By Order of the Board**  
**For MONEDO FINANCIAL SERVICES PRIVATE LIMITED**  
**(Formerly Known as Kreditech Financial Services Private Limited)**

**Sd/-**  
**Ashish Kohli**  
**(Managing Director & CEO)**  
**(DIN: 08173836)**

**Sd/-**  
**Ashish Runwal**  
**(Director)**  
**(DIN: 03382646)**

Place: Mumbai  
Date: 22<sup>nd</sup> June 2023

# YEAR BOOK 2022-23

## Good Times



Monedo's Year Book registered a prolific start with the first E-Bike Disbursal.



Relishing the 'King of Fruits', Mango Festival at the office!



Monedo THE MONEDO MANGO FESTIVAL



Celebrating Fatherhood.  
**DAD**

Everyone to wear this style of tie with panache.



# YEAR BOOK 2022-23

*Good Times*



WELCOME  
to the Team

**Mr. Shashi Tripathi** joined hands as Director & Board Member with Monedo Financial Services.

He embodies 20 years of experience and is the recipient of the CIO 100 award. Bestowed with the Best Patient Engagement Strategy Award in 2014 and Medical Design Excellence award in 2009.

Team Monedo savoured 'Mumbai Rains' with fritters and cohesiveness.



Uplifting feelings with the 'Bright & Cheerful' colour Yellow, on the occasion of Friendship Day!

FRIENDSHIP

# YEAR BOOK 2022-23

TIME TO CELEBRATE



Commemorating  
'76th Independence Day'  
with great fervour of  
patriotism & brotherhood!



Vibes



"Good food is good mood."  
Employees get together to partake of  
and share a multi-course meal.

Today and always, you're thought of  
with more love and pride than you  
can imagine!



# YEAR BOOK 2022-23

*Magic moments*



Spreading a message about environmental pollution and practicing greenways through which the people can easily control pollution and make this world a better place to live in.

Oh, what fun it is to ride In a one-horse open sleigh, hey!  
Jingle bells, jingle bells!



**Mr. Vipin Poddar onboarded as Business Head with Monedo Financial Services. A veteran in the arena of Business Development and Operations with over 15 years of experience in Channel Sales, Direct Sales, Client Relationship Management and Strategic Planning.**



INDEPENDENT AUDITOR'S REPORT

To The Members of  
**MONEDO FINANCIAL SERVICES PRIVATE LIMITED**  
Report on the Audit of the Consolidated Financial Statements

**Opinion**

We have audited the consolidated financial statements of **MONEDO FINANCIAL SERVICES PRIVATE LIMITED** (hereinafter referred to as “the Holding Company”) and its subsidiary (the Holding and its subsidiary together referred to as “the Group”), which comprise of the Consolidated Balance Sheet as at March 31, 2023, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow statement for the year ended, and notes to the consolidated financial statements, including a summary of the significant accounting policies and other explanatory information. (Herein after referred to as “the Consolidated Financial Statements”)

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 (“Act”) in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the consolidated state of affairs of the Group as at March 31, 2023, its consolidated profit and its consolidated cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor’s Responsibilities for the Audit of the consolidated financial statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (‘ICAI’), and we have fulfilled our other ethical responsibilities in accordance with the provisions of the Act. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the consolidated financial statements

**Emphasis of Matter**

We further draw your attention to **Note No. 2(a)** of Consolidated Financial Statement, as regards to the basis of preparation of consolidated financial statements.

Our opinion is not modified in respect of above matters.

## INDEPENDENT AUDITOR'S REPORT *(CONTINUED)*

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

The Holding Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Holding Company's Annual Report, but does not include the standalone and consolidated financial statements and our auditors' report thereon.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information, compare with the consolidated financial statements of the subsidiary company, to the extent it relates to these entities and, whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Other information so far as it relates to the subsidiary, is traced from their Financial Statements.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

### **Management's and Board of Directors' responsibilities for the Consolidated Financial Statements**

The Holding Company's management and Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in terms of the requirements of the Act that give a true and fair view of the consolidated state of affairs, consolidated profit/loss and other comprehensive income, consolidated statement of changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India., including the Accounting Standards specified under Section 133 of the Act. The respective Board of Directors of the entities included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of each entity and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective management and Board of Directors of the entities included in the Group are responsible for assessing the ability of each entity to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the entities included in the Group is responsible for overseeing the financial reporting process of each entity.

## INDEPENDENT AUDITOR'S REPORT *(CONTINUED)*

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

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 entity has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting in preparation of consolidated financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated 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 auditors' report. However, future events or conditions may cause the Group (Holding company and subsidiary) to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the Financial Statements of

## INDEPENDENT AUDITOR'S REPORT *(CONTINUED)*

such entities or business activities included in the consolidated financial statements of which we are the Independent Auditors.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the consolidated financial statements.

We communicate with those charged with governance of the Holding Company and such other entities included the consolidated financial statements of which we are the independent auditors 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **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 in terms of Section 143(11) 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. Further to our comment in the Annexure A, 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 Group so far as it appears from our examination of those books.
  - c) The consolidated balance sheet, the consolidated statement of profit and loss (including other comprehensive income), the consolidated statement of changes in equity and the consolidated statement of cash flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

## INDEPENDENT AUDITOR'S REPORT *(CONTINUED)*

- d) In our opinion, the aforesaid consolidated financial statements comply with the 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, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, we are not required to report as the reporting is not applicable to the company.
- g) In our opinion and according to the information and explanations given to us, provisions of section 197 read with Schedule V to the Act with respect to managerial remuneration are not applicable to private limited Company.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
  - (i) The Group does not have any pending litigation that impact on its financial position in its consolidated financial statements.
  - (ii) The Group did not have any long-term contracts including derivative 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 Group.
  - (iv)
    - a) The respective Managements of the Company and its subsidiary which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) 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 or any of such subsidiaries to or in any other person or entity, including foreign entity ("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 or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
    - b) The respective Managements of the Company and its subsidiary which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company or any of such subsidiaries from any person or entity, including foreign entity ("Funding Parties"), with

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

the understanding, whether recorded in writing or otherwise, that the Company or any of such subsidiaries 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 that have been considered reasonable and appropriate in the circumstances performed by us on the Company and its subsidiary which are companies incorporated in India whose financial statements have been audited under the Act, 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 misstatement.
- (v) The holding company has not declared / paid any dividend during the year.
- (vi) Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Group with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

**For M R B & Associates**  
**Chartered Accountants**  
FRN: 136306W

Sd/-  
**Manish R Bohra**  
Partner  
M. No.: 058431  
Place: Mumbai  
Date: 22<sup>nd</sup> June 2023  
UDIN: 23058431BGUGZO1721

**Monedo Financial Services Private Limited**  
**(Formerly known as Kreditech Financial Services Private Limited)**

CIN : U65100MH2017PTC294521

**Consolidated Balance Sheet as at March 31, 2023**

(All amounts in INR '000)

Particulars	Note	As at March 31, 2023	As at March 31, 2022
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
Share Capital	3	5,90,830.00	4,93,125.00
Reserves and Surplus	4	(1,08,873.17)	(2,83,673.88)
<b>Non-Current Liabilities</b>			
Long-Term Provisions	5	4,031.49	3,457.21
<b>Current Liabilities</b>			
Short-Term Borrowings	6	2,37,659.31	9,639.86
Trade Payables	7		
Total Outstanding Dues of Micro and Small Enterprises		-	-
Total Outstanding Dues other than Micro and Small Enterprises		5,646.32	864.21
Other Current Liabilities	8	32,783.75	6,273.62
Short-Term Provisions	9	1,449.11	5,769.97
<b>Total Equity and Liabilities</b>		<b>7,63,526.81</b>	<b>2,35,455.99</b>
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment and Intangible Assets			
Property, Plant and Equipment	10	15,919.98	3,827.38
Intangible Assets		73.27	138.69
Long-Term Loans and Advances	11	18,488.94	8,618.96
Other Non-Current Assets	12	1,982.36	1,982.36
<b>Current Assets</b>			
Current Investments	13	1,80,005.09	89,995.50
Cash and Bank Balances	14	2,87,975.42	89,545.22
Short-Term Loan and Advances	15	2,28,792.59	37,511.56
Other Current Assets	16	30,289.16	3,836.32
<b>Total Assets</b>		<b>7,63,526.81</b>	<b>2,35,455.99</b>

Significant Accounting Policies 2

The Accompanying notes forms an integral part of Financial Statements.

This is the Balance Sheet referred to in our report of even date.

**For M R B & ASSOCIATES**

Firm Registration No. 136306W

Chartered Accountants

Sd/-

**Manish R Bohra**

Partner

Membership No. 058431

**For and on behalf of the Board of Directors**

Sd/-

**Ashish Kohli**

Managing Director & CEO

DIN: 08173836

Sd/-

**Ashish Runwal**

Director & COO

DIN: 03382646

Sd/-

**Rohit Sharma**

Company Secretary

ACS No: 66161

Place: Mumbai

Date : 22/06/2023

**Monedo Financial Services Private Limited**  
**(Formerly known as Kreditech Financial Services Private Limited)**

CIN : U65100MH2017PTC294521

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

(All amounts in INR '000)

Particulars	Note	For the year ended March 31, 2023	For the year ended March 31, 2022
<b>Revenue</b>			
Revenue from Operations	17	82,325.34	21,910.62
Other Income	18	15,675.26	1,435.66
<b>Total Income</b>		<b>98,000.60</b>	<b>23,346.28</b>
<b>Expenses</b>			
Employee Benefits Expense	19	56,571.19	43,269.66
Finance Cost	20	17,005.00	3,807.67
Depreciation and Amortisation Expense	21	2,917.98	3,046.27
Other Expenses	22	1,23,126.65	28,552.11
Provisions and write off	23	4,691.66	2,102.47
<b>Total Expenses</b>		<b>2,04,312.48</b>	<b>80,778.18</b>
Loss before tax for the year		(1,06,311.88)	(57,431.90)
<b>Tax Expense</b>			
Current Tax		-	-
Deferred Tax		-	-
<b>Loss for the year</b>		<b>(1,06,311.88)</b>	<b>(57,431.90)</b>
Earnings per equity share: [Nominal value per share: Rs. 5,000]	24		
Basic (Rs.)		(1,294.59)	(699.37)
Diluted (Rs.)		(975.86)	(667.81)
Significant Accounting Policies	2		

The Accompanying notes forms an integral part of Financial Statements.

This is the Statement of Profit and Loss referred to in our report of even date.

**For M R B & ASSOCIATES**

Firm Registration No. 136306W

Chartered Accountants

Sd/-

**Manish R Bohra**

Partner

Membership No. 058431

Place: Mumbai

Date : 22/06/2023

**For and on behalf of the Board of Directors**

Sd/-

**Ashish Kohli**

Managing Director & CEO

DIN: 08173836

Sd/-

**Rohit Sharma**

Company Secretary

ACS No: 66161

Sd/-

**Ashish Runwal**

Director & COO

DIN: 03382646

**Monedo Financial Services Private Limited**  
**(Formerly known as Kreditech Financial Services Private Limited)**  
CIN : U65100MH2017PTC294521  
**Consolidated Cash Flow Statement for the year ended March 31, 2023**  
*(All amounts in INR '000)*

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
<b>A. Cash Flow from Operating Activities</b>		
Loss for the year / period	(1,06,311.88)	(57,431.91)
<b>Adjustments for:</b>		
Depreciation	2,917.98	3,046.27
Contingent Provisions against Standard Assets	472.94	19.56
Contingent provision against Restructured Asset	-	(14.66)
Provision on Non Performing Assets	185.26	3,610.81
Provision for Gratuity	598.09	260.81
Provisions for Compensated absences	66.78	(505.43)
Provision for Contingencies	-	(1,210.95)
Loss Asset Write Off	4,033.46	-
Interest on Fixed deposit	(8,656.87)	(495.56)
Gain on sale of Mutual fund Units	(6,781.04)	(911.58)
Lease Equalisation Reserve	51.40	693.96
<b>Operating profit before working capital changes</b>	<b>(1,13,423.88)</b>	<b>(52,938.68)</b>
<b>Changes in Working Capital:</b>		
Increase / (Decrease) in Trade Payables	4,782.11	426.82
Increase / (Decrease) in Loan loss Provisions	(5,121.06)	-
Increase / (Decrease) in Other Current Liabilities	26,510.13	(4,714.76)
(Increase)/ Decrease in Loans and Advances	(2,03,624.42)	(11,707.71)
(Increase) / Decrease in Trade Receivables	-	16.96
(Increase) / Decrease in Other Current Assets	(26,452.84)	264.61
(Increase)/ Decrease in Bank Balance other than Cash and Cash Equivalent	(2,36,166.11)	(4,347.90)
(Increase) in other non-current assets	0.00	(1,982.36)
<b>Net cash (used in) / generated from operating activities</b>	<b>(5,53,496.07)</b>	<b>(74,983.02)</b>
Taxes paid (net of refunds)	1,560.04	183.79
<b>Net cash (used in) / generated from operating activities</b>	<b>(5,55,056.11)</b>	<b>(75,166.81)</b>
<b>B. Cash flow from Investing Activities</b>		
(Purchase) / Sale of Property, Plant and Equipment	(14,945.17)	(155.37)
Interest Income on Fixed Deposit	8,656.87	495.56
Interest received on investments	6,781.04	911.58
<b>Net cash generated from / (used in) investing activities</b>	<b>492.74</b>	<b>1,251.77</b>
<b>C. Cash flow from Financing Activities</b>		
Preference Shares Issued during the year	97,705.00	78,915.00
Premium of Preference Share Issued during the year	2,81,112.59	1,42,221.21
Term Loans	2,28,019.45	3,177.05
<b>Net cash generated from / (used in) from financing activities</b>	<b>6,06,837.04</b>	<b>2,24,313.26</b>
<b>Net increase in cash and cash equivalents</b>	<b>52,273.67</b>	<b>1,50,398.22</b>
Cash and cash equivalents at the beginning of the year	1,71,562.82	21,164.60
<b>Cash and Cash equivalents at the end of the year</b>	<b>2,23,836.49</b>	<b>1,71,562.82</b>
<b>Cash and cash equivalents comprise of:</b>		
Short-term liquid investment (Refer Note 13)	1,80,005.09	89,995.50
Cash and cash equivalents ( Refer Note 14.1 )	43,831.41	81,567.32
<b>Total</b>	<b>2,23,836.49</b>	<b>1,71,562.82</b>

Summary of significant accounting policies

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The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 on cash flow Statements issued by the Institute of chartered Accountants of India.

This is the cash Flow Statement referred to in our report of even date.

**For M R B & ASSOCIATES**  
Firm Registration No. 136306W  
Chartered Accountants

**For and on behalf of the Board of Directors**

Sd/-  
**Manish R Bohra**  
Partner  
Membership No. 058431

Sd/-  
**Ashish Kohli**  
Managing Director & CEO  
DIN: 08173836

Sd/-  
**Ashish Runwal**  
Director & COO  
DIN: 03382646

Place: Mumbai  
Date : 22/06/2023

Sd/-  
**Rohit Sharma**  
Company Secretary  
ACS No: 66161

## 1. General Information

Monedo Financial Services Private Limited ('the Company') was incorporated on May 01, 2017 as Kreditech India Private Limited. Subsequently, on October 06, 2017, the name of the company was changed to Kreditech Financial Services Private Limited. The Company received a Certificate of Registration (COR) from the Reserve Bank of India ("RBI") on October 12, 2018 as NBFC-ND-NSI to carry on the business of Non-Banking Finance Company (NBFC). The Company commenced business on February 01, 2019 and necessary intimation was sent to RBI. The Company operates in retail financing business.

## 2. Summary of Significant Accounting Policies

### a) Basis for preparation of Consolidated Financial Statements

These Consolidated Financial Statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These Consolidated Financial Statements have been prepared to comply in all material aspects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended), specified under section 133, other relevant provisions of the Companies Act, 2013 and the guidelines of Reserve Bank of India for Non-Banking Finance Company.

The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year. Upon review of business plan involving cash flow projections of the company it was estimated by the board that the company is likely to grow its business over the next few years. Hence, accounts were prepared and adopted on going concern basis assumption.

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

### b) Use of Estimates

The preparation of Consolidated Financial Statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the Consolidated Financial Statements and the reported amounts of revenues and expenses for the reporting period. Although these estimates are based on Management's knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amount of assets and liabilities in future periods.

### c) Property Plant and Equipment - Depreciation : Change in Accounting Estimate

The Company has estimated the salvage value at the rate 5% on PPE prospectively with effect from April 1, 2020.

### d) Property, Plant and Equipment and Depreciation/Amortisation/Impairment of assets

#### (i) Property Plant and Equipment

Tangible Assets are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Subsequent costs related to an item of Property, Plant and Equipment are recognised in the carrying amount of the item if the recognition criteria are met. Items of fixed assets that have been retired from active use and are held for disposal are stated at the lower of their net book value and net realisable value and are shown separately in the Consolidated Financial Statements. Any expected loss is recognised immediately in the Statement of Profit and Loss. Losses arising from the retirement of, and gains or losses arising from disposal of fixed assets which are carried at cost are recognised in the Statement of Profit and Loss. Depreciation is provided on a pro-rata basis on the straight-line method over the estimated useful lives of the assets as prescribed under Schedule II to the Companies Act, 2013.

**The estimates of useful lives of tangible assets are as follows:**

Assets	Useful Life
Leasehold Improvements	Over the primary lease period
Furniture and Fixtures	10 years
Computers	3 years
Motor Vehicles	8 years
Office Equipment	5 years

**Items individually costing below Rs.5,000 are capitalized and fully depreciated in the year of purchase.**

**e) Operating Lease**

As a lessee

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the Statement of Profit and Loss on a straight- line basis over the period of the lease.

**f) Employee Benefits**

**(i) Provident Fund**

In accordance with the applicable law, all employees of the Company are entitled to receive benefits under the Provident Fund Act, 1952. Contribution towards provident fund for employees is made to the regulatory authorities. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made on a monthly basis. Since it is a defined contribution plan, the contributions are accounted for on an accrual basis and recognised in the statement of Profit and Loss.

**(ii) Compensated absences**

Accumulated compensated absences, which are expected to be availed or encashed beyond 12 months from the end of the year are treated as other long-term employee benefits. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognised in the Statement of Profit and Loss in the year in which they arise.

**(iii) Gratuity**

The Company provides for gratuity, a defined benefit plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/ gains are recognised in the Statement of Profit and Loss in the year in which they arise.

**g) Revenue Recognition**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured

(i) Interest income on loans and penal interest, including loans acquired under direct assignment arrangement, is recognised on accrual basis. Income on non-performing assets is recognised only when realised. Any such income recognised before the asset became non performing and remaining unrealised is reversed

(ii) Loan processing fees received upfront is accrued at the time of entering in to a binding agreement and recognised accordingly

(iii) Interest Income on fixed deposit with banks is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

(iv) All other income is recognised on accrual basis

**h) Foreign Currency Translation**

**Initial Recognition:**

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

**Subsequent Recognition:**

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. As at the reporting date, non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. All non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

**Exchange differences:**

Exchange differences arising on the settlement of monetary items or on monetary items at rates different from those at which they were initially recorded during the year, or reported in previous Consolidated Financial Statements, are recognised as income or as expenses in the year in which they arise

**i) Current and Deferred Tax**

Tax expense for the period, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws prevailing in the respective jurisdictions.

Deferred tax is recognised for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. In situations, where the Company has unabsorbed depreciation or carry forward losses under tax laws, all deferred tax assets are recognised only to the extent that there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits. At each Balance Sheet date, the Company re-assesses unrecognised deferred tax assets, if any.

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

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

**j) Cash and cash equivalents**

In the cash flow statement, cash and cash equivalents include cash in hand, demand deposits with banks, other short-term highly liquid investments with original maturities of three months or less.

**k) Loans - Recognition, Classification and Provisioning thereof**

**Recognition:**

Loan finance extended to consumers are recognised as loans and advances and are accounted once all the following events are completed:

- (i) On successful completion of auto/manual underwriting;
- (ii) Completion of documentation formalities by the customers

**Classification:**

Loans are classified as standard, substandard assets, doubtful and loss assets in accordance to the Asset Classification Policy adopted by the Company, subject to compliance with minimum provision stipulated under Master Direction – Non-Banking Financial Company – Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 and any amendments thereto. (RBI Directions).

A loan is classified as NPA, where interest/principal instalment is overdue for a period of more than 180 days from the day it becomes due.

**Provisioning/write-off on assets**

Provision for standard assets is based on Management's assessment subject to minimum rate of 0.25% as per applicable RBI Directions.

Loan loss provision / Write-off in respect of non-performing assets is made in accordance with the policy approved by the Board of Directors of the Company which is based on Management's assessment of the degree of impairment of the loans and estimates of recoverability/realisation of the loans, subject to the minimum requirements as per applicable RBI Directions.

**l) Investments**

Investments that are readily realizable and are intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as non-current investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the Consolidated Financial Statements at lower of cost and fair value. Non-current investments are carried at cost and any decline in the carrying value, other than temporary in nature is provided for.

**m) Impairment of assets**

In accordance with Accounting Standard 28 "Impairment of Assets", the carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any impairment. The recoverable amount of the assets (or where applicable, that of the cash generating unit to which the asset belongs) is estimated as the higher of its net selling price and its value in use.

An impairment loss is recognized whenever the carrying amount of an asset or a cash-generating unit exceeds its recoverable amount. Impairment loss is recognized in the statement of profit and loss or against revaluation surplus, where applicable.

**n) Provisions and Contingencies**

**Provisions:**

Provisions are recognised when there is a present obligation 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 there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the current obligation at the Balance sheet date and are not discounted to its present value.

**Contingent Liabilities:**

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

**Monedo Financial Services Private Limited**

**(Formerly known as Kreditech Financial Services Private Limited)**

CIN : U65100MH2017PTC294521

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

**o) Earnings per share**

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

**p) Special Reserve**

In accordance with section 45-IC of RBI Ac, 1934, the Company creates a reserve fund and transfers therein a sum not less than twenty percent of its net profit every year as disclosed in the statement of profit and loss before any dividend is declared.

3. Share Capital

	As at March 31, 2023	As at March 31, 2022
<b>Authorised:</b>		
87,200 (82,200 prev. year) Equity Shares of Rs. 5,000 each	4,36,000.00	4,36,000.00
44,020 (21,520 prev. year ) Preference Shares of Rs 5,000 each	2,20,100.00	1,07,600.00
<b>Total</b>	<b>6,56,100.00</b>	<b>5,43,600.00</b>
<b>Issued, Subscribed and Paid-up:</b>		
82,120 (82,120 prev. year) Equity Shares of Rs. 5000 each (fully paid up)	4,10,600.00	4,10,600.00
36,046 (16,505 prev. year) Preference Shares of Rs. 5,000 each (fully paid up)	1,80,230.00	82,525.00
<b>Total</b>	<b>5,90,830.00</b>	<b>4,93,125.00</b>

(a) Reconciliation of Number of Shares

Equity Shares	As at March 31, 2023		As at March 31, 2022	
	Number of shares	Amount	Number of shares	Amount
Balance as at the beginning of the year	82,120	4,10,600.00	82,120	4,10,600.00
Add: Equity Shares Issued during the year	-	-	-	-
<b>Balance as at the end of the year</b>	<b>82,120</b>	<b>4,10,600.00</b>	<b>82,120</b>	<b>4,10,600.00</b>
<b>Preference Shares</b>				
Balance as at the beginning of the year	16,505	82,525.00	722.00	3,610.00
Add: Issued during the year	19,541	97,705.00	15,783.00	78,915.00
<b>Balance as at the end of the year</b>	<b>36,046</b>	<b>1,80,230.00</b>	<b>16,505.00</b>	<b>82,525.00</b>

(b) Rights, Preferences and restrictions attached to shares

**Equity Shares:** The Company has two class of equity shares having a par value of Rs.5000 per share. "Class A" of Equity shareholder is only eligible for one vote per share held.

The dividend, if any, proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

**Preference Shares:** The Compulsorily Convertible Preference Shares ("CCPS") are issued at a minimum preferential dividend rate of 0.001% (Zero point Zero Zero One percent) per annum. The Preferential Dividend shall be due only when declared by the Board. In addition, the holders of CCPS shall be entitled to participate in and receive pro rata any dividends paid on the Equity Shares on an as if converted basis.

The company has not issued any bonus shares during the last five years immediately preceding the balance sheet date.

The company has not buy back any shares during the last five years immediately preceding the balance sheet date.

The company has not issued shares for other than cash during the last five years preceding the balance sheet date.

The company has not declare and paid any dividend during the year.

(c) Details of shares held by shareholders holding more than 5% of the aggregate shares in the company

Particulars	As at March 31, 2023		As at March 31, 2022	
	No. of Shares	% of share holding	No. of Shares	% of share holding
<b>Name of Shareholder</b>				
<b>Equity Shares:</b>				
Ashish Kohli	82,119	99.99%	82,119	99.99%
<b>Compulsory Convertible Preference Shares (CCPS):</b>				
Alma Aquila I LLC	20,248	56.17%	4,676	28.33%
Nurture Ventures, LLC	2,610	7.24%	2,610	15.81%
S G Trinity LLP	2,149	5.96%	926	5.61%

(d) Shares held by promoters for the period ended March 31, 2023

Promoter Name	No. of Shares	%of total shares	% Change during the year
Ashish Kohli	82,119	99.99%	0.00%
Trupti Panchal(beneficial ownership with Ashish Kohli)	1	0.01%	0.00%
<b>Total</b>	<b>82,120</b>	<b>100.00%</b>	<b>0.00%</b>

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

Promoter Name	No. of Shares	%of total shares	% Change during the year
Ashish Kohli	82,119	99.99%	0.00%
Trupti Panchal(beneficial ownership with Ashish Kohli)	1	0.01%	0.00%
<b>Total</b>	<b>82,120</b>	<b>100.00%</b>	<b>0.00%</b>

**Monedo Financial Services Private Limited**

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

(All amounts in INR '000)

**(e) During the year, the Company's Authorised share capital is increased as follows:**

- (i) From Rs. 54,36,00,000 to Rs.55,61,00,000 via Ordinary Resolution passed by the Shareholders of the Company at the Extra-Ordinary General Meeting held on 20th July, 2022
- (ii) From Rs. 55,61,00,000 to Rs. 65,61,00,000 via Ordinary Resolution passed by the Shareholders of the Company at the Extra-Ordinary General Meeting held on 17th August, 2022

**(f) During the year the Company's paid up capital is increased as follows:**

19,541 preference shares of Rs. 5,000 each were issued at premium pursuant to preferential issue via resolutions passed by the Board of Directors at their meeting.

**4. Reserve and surplus**

	As at March 31, 2023	As at March 31, 2022
<b>Securities premium account</b>		
Balance as at the beginning of the year	1,46,113.89	3,883.64
Add: Received on issue of Preference shares	2,81,112.59	1,42,230.25
<b>Balance as at the end of the year</b>	<b>4,27,226.48</b>	<b>1,46,113.89</b>
<b>Deficit in the statement of profit and loss</b>		
Balance as per last Consolidated Financial Statements	(4,29,787.77)	(3,72,355.87)
Loss for the year	(1,06,311.88)	(57,431.90)
<b>Balance as at the end of the year</b>	<b>(5,36,099.65)</b>	<b>(4,29,787.77)</b>
<b>Total Reserve and Surplus</b>	<b>(1,08,873.17)</b>	<b>(2,83,673.88)</b>

**5. Long-term provisions**

	As at March 31, 2023	As at March 31, 2022
<b>Provision for employee benefits:</b>		
Provision for gratuity (Refer Note 19a)	1,939.46	1,814.99
Provision for compensated absences (Refer Note 19b )	806.92	408.51
<b>Other Provisions</b>		
Lease Equalisation Reserve	1,285.11	1,233.71
<b>Total</b>	<b>4,031.49</b>	<b>3,457.21</b>

**6. Short-term borrowings**

	As at March 31, 2023	As at March 31, 2022
<b>Secured:</b>		
Term Loans (Refer Note 6.1)	2,37,659.31	7,610.40
<b>Unsecured:</b>		
Loan taken from related party		2,029.46
Loan taken from Others	-	
<b>Total</b>	<b>2,37,659.31</b>	<b>9,639.86</b>

**6.1 Nature of Security & Terms of Repayment****6.1.1 Term Loan from Private Financial Institutions**

All loans are secured by way of first charge of hypothecation on all specific present and future receivables/book debts created and security in form of personal guarantee provided by Mr. Ashish Kohli, Managing director & CEO of the company.

**6.1.2 Terms of Repayment**

From the Balance Sheet Date	Interest Range	No. of Instalments	As at March 31, 2023	As at March 31, 2022
Repayable in Monthly Instalments				
Maturity between 0 to 1 year	16.00%-17.50%	18	-	7,610.40
	14.50%-16.75%	82	2,37,659.31	-

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

(All amounts in INR '000)

**7. Trade payables**

	As at March 31, 2023	As at March 31, 2022
Sundry creditors		
Total Outstanding Dues of Micro and Small Enterprises (Refer Note 27)	16.20	-
Total Outstanding Dues of Creditors Other Than Micro and Small Enterprises	5,630.12	864.21
<b>Total</b>	<b>5,646.32</b>	<b>864.21</b>

The following are ageing schedule for Trade payables due for payment:-

Particulars	Outstanding for the period ended March 31, 2023			Total
	Less than 1 year	1-2 years	More than 2 years	
(i)MSME	16.20	-	-	16.20
(ii)Others	5,646.32	-	-	5,646.32
(iii) Disputed dues – MSME	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-

Particulars	Outstanding at the year ended March 31, 2022			Total
	Less than 1 year	1-2 years	More than 2 years	
(i)MSME	-	-	-	-
(ii)Others	864.21	-	-	864.21
(iii) Disputed dues – MSME	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-

**8. Other current liabilities**

	As at March 31, 2023	As at March 31, 2022
Employee benefits payable	-	42.59
Statutory dues including tax deducted at source	8,010.91	1,600.28
Amount received from Customers in advance	-	169.83
Other Liabilities	24,772.84	4,460.92
<b>Total</b>	<b>32,783.75</b>	<b>6,273.62</b>

There are no amounts due to be transferred to the Investor Education and Protection Fund by the company.

**9. Short-term provisions**

	As at March 31, 2023	As at March 31, 2022
Provision for employee benefits		
Provision for compensated absences (Refer Note 19b )	186.30	517.92
Provision for gratuity (Refer Note 19a)	500.31	26.69
Other Provisions		
Provision against Standard Assets	577.24	104.30
Provisions for Restructured Assets	-	-
Provision for Contingencies (Refer Note 32)	-	289.05
Provision for Non Performing Assets	185.26	4,832.01
<b>Total</b>	<b>1,449.11</b>	<b>5,769.97</b>

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

*(All amounts in INR '000)*

**10. Property, Plant and Equipment and Intangible assets**

**As at March 31, 2023**

Description	Gross Block (at cost)				Depreciation/Amortization				Net Block
	As at April 1, 2022	Additions during the year	Deletions during the year	As at March 31, 2023	As at April 1, 2022	Charge for the year	Deletions during the year	As at March 31, 2023	As at March 31, 2023
Furnitures & Fixtures	1,770.88	232.00	-	2,002.88	763.14	180.32	-	943.46	1,059.42
Motor Vehicle	-	5,179.14	-	5,179.14	-	212.16	-	212.16	4,966.97
Computers	6,816.00	636.46	-	7,452.45	6,340.29	165.14	-	6,505.43	947.02
Office Equipment	884.85	-	-	884.85	659.68	138.48	-	798.16	86.69
Leasehold Improvement	13,766.53	8,885.80	-	22,652.33	11,647.77	2,144.68	-	13,792.45	8,859.88
Computers Software	239.80	11.77	-	251.57	101.11	77.19	-	178.30	73.27
<b>Total</b>	<b>23,478.06</b>	<b>14,945.17</b>	<b>-</b>	<b>38,423.22</b>	<b>19,511.99</b>	<b>2,917.97</b>	<b>-</b>	<b>22,429.96</b>	<b>15,993.25</b>

**As at March 31, 2022**

Description	Gross Block (at cost)				Depreciation/Amortization				Net Block
	As at April 1, 2021	Additions during the year	Deletions during the year	As at March 31, 2022	As at April 1, 2021	Charge for the year	Deletions during the year	As at March 31, 2022	As at March 31, 2022
Furnitures & Fixtures	1,770.88	-	-	1,770.88	600.28	162.85	-	763.14	1,007.74
Computers	6,660.63	155.37	-	6,816.00	6,315.03	25.26	-	6,340.29	475.71
Office Equipment	884.85	-	-	884.85	491.67	168.02	-	659.68	225.17
Leasehold Improvement	13,766.53	-	-	13,766.53	9,033.56	2,614.21	-	11,647.77	2,118.76
Computers Software	239.80	-	-	239.80	25.17	75.94	-	101.11	138.69
<b>Total</b>	<b>23,322.69</b>	<b>155.37</b>	<b>-</b>	<b>23,478.06</b>	<b>16,465.71</b>	<b>3,046.28</b>	<b>-</b>	<b>19,511.99</b>	<b>3,966.07</b>

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(All amounts in INR '000)

**11. Long-term Loans and Advances**

	As at March 31, 2023	As at March 31, 2022
Unsecured considered good, unless otherwise stated:		
- Considered good	2,705.43	249.00
- Restructure Loan	-	-
- Considered doubtful	-	38.65
	<u>2,705.43</u>	<u>287.65</u>
Other Loans and advances		
Balances with GST Authorities	13,965.58	8,073.42
Tax Deducted at source	1,817.93	257.89
<b>Total</b>	<b><u>18,488.94</u></b>	<b><u>8,618.96</u></b>

**12. Other Non-Current Assets**

	As at March 31, 2023	As at March 31, 2022
Security Deposits	1,982.36	1,982.36
	<u>1,982.36</u>	<u>1,982.36</u>

**13. Current Investment**

	As at March 31, 2023	As at March 31, 2022
Investment in Mutual Fund		
Quoted:		
ICICI Prudential Overnight Fund Direct Plan Growth		
1,49,021.778 Units of Rs. 1207.9113 each	1,80,005.09	89,995.50
(Previous Year: 7,85,328.462 Units of Rs. 114.596 each)		
	<u>1,80,005.09</u>	<u>89,995.50</u>

\* Valuation of Mutual Fund done on the basis of lower of cost and fair value

**14. Cash and bank balances**

**14.1. Cash and Cash Equivalents**

	As at March 31, 2023	As at March 31, 2022
Bank Balances in Current Accounts	43,831.41	81,567.32
<b>Total</b>	<b><u>43,831.41</u></b>	<b><u>81,567.32</u></b>

**14.2. Bank Balance other than Cash and Cash Equivalents**

	As at March 31, 2023	As at March 31, 2022
Fixed deposits		
With Bank without Lien with maturity maturing between 3 Months to 12 Months	2,34,644.01	7977.90
With Bank with Lien with maturity between 3 Months to 12 Months	9,500.00	-
<b>Total</b>	<b><u>2,44,144.01</u></b>	<b><u>7,977.90</u></b>
<b>Grand Total</b>	<b><u>2,87,975.42</u></b>	<b><u>89,545.22</u></b>

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**15. Short-term loan and advances**

	As at March 31, 2023	As at March 31, 2022
Unsecured considered good, unless otherwise stated:		
Consumer / Personal Loans		
- Considered good	2,28,188.88	31,904.49
- Restructure Loan	-	-
- Considered doubtful	185.26	4,793.36
	<u>2,28,374.14</u>	<u>36,697.85</u>
Other loans and advances:		
Prepaid Expenses	418.45	768.42
Other advances	-	45.29
<b>Total</b>	<u><b>2,28,792.59</b></u>	<u><b>37,511.56</b></u>

**16. Other current assets**

	As at March 31, 2023	As at March 31, 2022
Unsecured considered good, unless otherwise stated:		
Interest accrued on fixed deposits	1,670.00	99.18
Interest accrued on lending activity	4,134.56	939.84
Other Receivables	2,580.66	1,297.30
Other Assets	21,903.94	1,500.00
<b>Total</b>	<u><b>30,289.16</b></u>	<u><b>3,836.32</b></u>

**17. Revenue from operations**

	For the year ended March 31, 2023	For the year ended March 31, 2022
<b>Interest on loan</b>		
Consumer / Personal Loans	66,844.93	13,046.60
<b>Other Operating Revenue</b>		
Processing Fees	9,951.81	1,871.49
Penal Interest	1,203.11	923.65
Cheque Bounced Charges	1,951.31	3,303.50
Early Settlement Fee	3.80	-
MDR Charges (Merchant Discount Rate)	2,370.38	1,565.38
Professional Fees	-	1,200.00
<b>Total</b>	<u><b>82,325.34</b></u>	<u><b>21,910.62</b></u>

**18. Other Income**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Gain on sale of Mutual fund Units	6,781.04	911.58
Interest on fixed deposit	8,656.87	495.56
Interest on income tax refund	13.02	4.49
Miscellaneous Income	224.33	24.03
<b>Total</b>	<u><b>15,675.26</b></u>	<u><b>1,435.66</b></u>

**19. Employee benefits expense**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Salaries, allowances and bonus	53,413.64	40,873.38
Contribution to Various funds	2,081.99	2,262.37
Gratuity (Refer Note (a) below)	598.09	260.81
Compensated Absences (Refer Note (b) below)	127.86	(230.80)
Staff Welfare Expenses	349.61	103.90
<b>Total</b>	<u><b>56,571.19</b></u>	<u><b>43,269.66</b></u>

**Defined Contribution plan**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Provident Fund	1,757.96	1,855.20
Pension Fund	219.60	295.36
EDLI & other	22.03	22.20
Admin Charges	82.40	89.61
	<u><b>2,081.99</b></u>	<u><b>2,262.37</b></u>

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**Defined benefit plan**

**(a) Gratuity**

Every employee is entitled to a benefit equivalent to fifteen days salary last drawn for each completed year of service in line with the Payment of Gratuity Act, 1972. The same is payable at the time of separation from the Company or retirement, whichever is earlier. Gratuity liability is a defined benefit obligation and is wholly unfunded. The Company accounts for liability for future gratuity benefits based on an actuarial valuation.

**(i) Changes in Present value of the obligation and in the Fair Value of Assets**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Present value of Obligation at the beginning of the year	1,841.68	1,580.87
Interest cost	106.96	88.27
Current service cost	953.49	938.51
Actuarial (gain) / loss on obligation	(462.36)	(765.97)
<b>Balance at the end of the year</b>	<b>2,439.77</b>	<b>1,841.68</b>

**(ii) Balance Sheet Recognition**

Present Value of Obligation	2,439.77	1,841.68
Fair Value of Plan Assets	N.A.	N.A.
Liability (Assets)	2,439.77	1,841.68
Unrecognised Past Service Cost	N.A.	N.A.
<b>Liability (Asset) recognised in the Balance Sheet-Long term provision.</b>	<b>2,439.77</b>	<b>1,841.68</b>

**(iii) Expense in Statement of Profit and Loss**

Current Service Cost	953.49	938.51
Interest Cost	106.96	88.27
Expected return on plan assets	N.A.	N.A.
Net Actuarial (gain) loss recognised in the year	(462.36)	(765.97)
Past Service Cost	N.A.	N.A.
<b>Expenses Recognised in the Statement of P&amp;L</b>	<b>598.09</b>	<b>260.81</b>

**(iv) Movement in the Net Liability recognised in the Balance Sheet**

Opening Liability	1,841.68	1,580.87
Expenses	598.09	260.81
<b>Closing Net Liability</b>	<b>2,439.77</b>	<b>1,841.68</b>

**(v) Actuarial assumptions**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Discount rate	7.12% p.a.	5.85% p.a.
Rate of increase in compensation levels	10.00% p.a.	10.00% p.a.
Attrition	20.00% p.a.	20.00% p.a.
Mortality	IALM* (2012-14) Ultimate	IALM* (2012-14) Ultimate
Retirement	60 years	60 years

\* India Assured Lives Mortality

**Experience Adjustment**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Defined benefit obligation	2,439.77	1,841.68
Plan assets	-	-
(Surplus) / Deficit	2,439.77	1,841.68
(Gain)/Loss on obligation due to change in Assumption	(133.89)	(24.34)
Experience adjustment on plan liabilities - Gain / (Loss)	(328.48)	(741.63)
Experience adjustment on plan assets - Gain / (Loss)	-	-

**(b) Compensated absences**

(i) Compensated leave may be accumulated as per the applicable state law. Accumulation will be capped at 30 days. Any excess accumulation will automatically lapse, if not availed.

(ii) Encashment of Privileged leave will be allowed only at the time of separation from the company and will be governed by the existing Income Tax laws.

(iii) On retiring/resignation from the Company, an employee may encash his pending leave balance up to the maximum eligible limit stated above as per applicable laws and this Policy.

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The liability for compensated absences is recognised as under:

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Long-term provisions	806.92	408.51
Short-term provisions	186.30	517.92

**20. Finance costs**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Interest on Borrowings	10,480.72	3,335.45
Bank charges	1,242.19	229.22
Processing Fees	5,282.09	243.00
<b>Total</b>	<b>17,005.00</b>	<b>3,807.67</b>

**21. Depreciation and Amortisation**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Depreciation on tangible assets	2,840.79	2,970.33
Amortisation of intangible assets	77.19	75.94
<b>Total</b>	<b>2,917.98</b>	<b>3,046.27</b>

**22. Other expenses**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Rent (Refer note 29)	5,322.65	5,322.65
Advertisement and business promotion	7,330.72	3,942.35
Commission	23,210.82	3,294.97
Legal and professional fees	71,514.19	8,091.39
Payment to auditors :		
Audit fees	396.50	381.50
Other certification	228.05	-
Postage, courier & telephone	888.80	866.17
Electricity	521.21	447.85
Repairs and Maintenance expenses - others	365.69	39.11
Office expenses	9,250.75	5,297.27
Travelling and conveyance	3,604.92	726.30
Miscellaneous	492.35	142.55
<b>Total</b>	<b>1,23,126.65</b>	<b>28,552.11</b>

**22.a Legal & Professional Fees includes :**

Registrar of Company Fees for increase in share Capital	1,068.65	937.50
Stamp Duty on issue of share capital	100.00	250.00
	<b>1,168.65</b>	<b>1,187.50</b>

**23. Provisions and write offs**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Provisions on Standard Assets	472.94	19.56
Provision on Non Performing Assets	185.26	1,793.86
Provision for Contingencies	-	289.05
Loss Asset Write Off	4,033.46	-
	<b>4,691.66</b>	<b>2,102.47</b>

**24. Earnings per share**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Loss for the year	(1,06,311.88)	(57,431.90)
Basic number of equity shares outstanding during the year	1,18,166	98,625
Weighted average number of equity shares outstanding during the year	1,08,942	86,000
Earnings Per Share (basic)	(1,294.59)	(699.37)
Earnings Per Share (diluted)	(975.86)	(667.81)
Face value per share (Rs.)	5,000	5,000

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**25. Receivables from Lending Activity**

Particulars	For the year ended March 31, 2023		
	Long Term Loans & Advances	Short Term Loans & Advances	Total
<b>Consumer / Personal Loans</b>			
Standard	2,705.43	2,28,188.88	2,30,894.31
Restructured	-	-	-
Sub-standard	-	185.26	185.26
<b>Grand Total</b>	<b>2,705.43</b>	<b>2,28,374.14</b>	<b>2,31,079.57</b>

**26. Taxation**

- (i) The Company has incurred loss during the financial year and hence no provision for tax liability has been accrued in view of taxable losses for the year.
- (ii) In view of prudence, no deferred tax asset has been recognised. Components of deferred tax are as follows:

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Deferred Tax Liability</b>		
Timing Difference between book depreciation and depreciation as per Income Tax Act, 1961	-	-
Pre-incorporation Expenses	-	-
Employee Benefits u/s 43B	-	1,360.25
Lease Equalisation Reserve	-	-
<b>Deferred Tax Liability – total (A)</b>	<b>-</b>	<b>1,360.25</b>
<b>Deferred Tax Assets</b>		
Employee Benefits u/s 43B	-	-
Timing Difference between book depreciation and depreciation as per Income Tax Act, 1961	50.50	290.72
Provisions and Contingencies	48.17	546.64
Lease Equalisation Reserve	13.37	180.43
<b>Deferred Tax Asset – total (B)</b>	<b>112.04</b>	<b>1,017.79</b>
<b>Restricted to Deferred Tax liability</b>	<b>-</b>	<b>1,017.79</b>

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**27. Dues to micro, small and medium enterprises**

There are no dues (including interest) to micro, small and medium enterprises as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006. The information regarding micro, small and medium enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company.

	Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
1	Principal amount due remaining unpaid	16.20	-
2	Interest amount due thereon and remaining unpaid	-	-
3	Amount of interest paid in terms of Section 18 of the MSMED Act 2006	-	-
4	Interest due and payable (under the MSMED Act 2006) which have not been paid (covering all payments)	-	-
5	The amount of interest accrued and remaining unpaid at the end of the accounting year (i.e. including amount brought forward from previous year)	-	-
6	Details on payments made in respect of outstanding as at Sl. No. 1 above.	-	-

**28. Related Party Transaction**

Names of related parties and description of relationships

List of related parties during the year:

Name of the party	Nature of relationship
Ashish Kohli	Managing Director & CEO
Ashish Runwal	Director & COO
Shruti Mehrotra	Director
Vikram Behari Kaushal	Director
Shashi Bhushanmani Tripathi	Director
Itraveleo Private Limited	Common Directorship

Nature of transactions	Related Party Name	For the year ended March 31, 2023	For the year ended March 31, 2022
<b>(a) Transactions with related parties:</b>			
Remuneration paid *	Ashish Kohli	20,023.82	21,588.80
Remuneration paid *	Ashish Runwal	2,965.00	3,028.34
Loan taken	Itraveleo Private Limited	-	2,000.00
Loan Repayment		2,000.00	-
Interest		35.21	32.74
Commission		419.06	154.39
<b>(b) Balance at the year end:</b>			
Equity Shares	Ashish Kohli	4,10,595.00	4,10,595.00

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Loan taken		-	2,000.00
Interest Payable	Itraveleo Private Limited	-	29.46
Commission Payable		39.74	29.19

\* Post employment benefit and other long-term benefits are not disclosed as these are determined for the Company as a whole.

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**29. Leases**

The Company has entered into leave and license agreement for office premises effective from 1st October, 2020. Duration of the agreement is for year of 5 years with effect from 1st October, 2020 till 30th September 2025.

The agreement is a non-cancellable agreement for year of 3 years upto 30th September 2023. The total rent debited to Profit and loss during the year against such Leave and Licenses aggregated to Rs. 53,22,649.

With respect to operating lease till 30<sup>th</sup> September 2025, the future minimum lease payments are as follows,

Particulars	As at March 31, 2023	As at March 31, 2022
Not later than one year	5,069.70	4,716.00
Later than one year and not later than five years	8,017.20	13,086.90
Later than five years	-	-

**30. Segment Reporting**

In accordance with Accounting Standard-17 "Segment Reporting", the Company's business segment is providing unsecured loans and it has no other primary reportable segments.

Accordingly, the segment revenue, segment results, total carrying amount of segment assets and segment liability and total cost incurred to acquire segment assets, is as reflected in the Consolidated Financial Statements as of and for the year ended 31st March 2022. There is no distinguishable component of the Company engaged in providing services in a different economic environment. The Company renders services in one geographical segment and has no offices outside India. Hence, there are no reportable geographical segments.

**31. Expenditure in foreign currency**

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Professional Fees	53,360.36	-
<b>Total</b>	<b>53,360.36</b>	<b>-</b>

**32. Movement in Provision for Contingencies**

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Opening Balance	289.05	1,500.00
Addition	-	289.05
Written Back	(289.05)	(1,500.00)
Closing Balance	-	289.05

**33. Non-Banking Finance Company Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions 2016.**

Information in accordance with the requirement of paragraph 19 of the Master Direction – Non-Banking Financial Company – Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions 2016 as amended time to time is given in Annexure I.



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Particulars	For the year year March 31, 2023					For the year ended March 31, 2022				
	Standard	Sub Standard	Doubtful	Loss	Total	Standard	Sub Standard	Doubtful	Loss	Total
<b>Restructured Standard Advances cease to attract higher provision / risk weight and need to be shown as restructured standard advance</b>										
No. of Borrowers	-	-	-	-	-	-	-	-	-	-
Amount Outstanding	-	-	-	-	-	-	-	-	-	-
Provision Thereon	-	-	-	-	-	-	-	-	-	-
<b>Downgrade of restructured accounts</b>										
No. of Borrowers	-	-	-	-	-	2	-	2	-	-
Amount Outstanding	-	-	-	-	-	(146.63)	-	146.63	-	-
Provision Thereon	-	-	-	-	-	(14.66)	-	146.63	-	131.96
<b>Write offs/recoveries of restructured accounts</b>										
No. of Borrowers	-	-	-	-	-	-	-	-	-	-
Amount Outstanding- Write offs	-	-	-	-	-	-	-	-	-	-
Amount Outstanding- Recoveries	-	-	-	-	-	-	-	-	-	-
Provision Thereon	-	-	-	-	-	-	-	-	-	-
<b>Restructured Accounts – Closing Balance</b>										
No. of Borrowers	-	-	-	-	-	-	-	-	-	-
Amount Outstanding	-	-	-	-	-	-	-	-	-	-
Provision Thereon	-	-	-	-	-	-	-	-	-	-

40. Ratio Analysis:

Particulars	Numerator and Denominator	For the year ended	For the year ended	% Variance
		March 31, 2023	March 31, 2022	
Current Ratio	(Current Asset/Current Liability)	2.62	9.80	-73%
Debt-Equity Ratio	(Total Debts/Shareholder's Equity)	0.49	0.05	971%
Debt Service Coverage Ratio	(EBITDA/(Principal+ Interest))	-1.10	-2.30	-52%
Return on Equity Ratio	(Net Profit After Taxes/Average EquityX100)	-31%	-27%	12%
Inventory Turnover Ratio	(Net Sales/Average Inventory)	N.A.	N.A.	N.A.
Trade Receivables Turnover Ratio	(Total Sales/Average Trade Receivables)	N.A.	N.A.	N.A.
Trade Payables Turnover Ratio	(Net Credit Purchases /Average Trade Payable)	N.A.	N.A.	N.A.
Net Capital Turnover Ratio	(Cost of Sales/Average Working Capital)	N.A.	N.A.	N.A.
Net Profit Ratio	(Net Profit/Net Sales X 100)	-108%	-246%	-56%
Return on Capital Employed	(Net Profit before Taxes/Capital Employed X 100)	-23%	-27%	-16%
Return on Investment	Net Profit After Taxes/(Equity or Investments)X100	N.A.	N.A.	N.A.

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**Comments:**

Current Ratio	The current ratio has reduced mainly reduction in surplus funds invested in mutual funds and balances with banks.
Debt Equity Ratio	The company has raised substantial debts during the year, which has resulted in an increase in the debt equity ratio.
Debt Service Coverage Ratio	The debt service coverage ratio has improved mainly on account of debt raised during the year.
Net Profit Ratio	The net profit ratio has improved mainly on account of an increase in revenue from operations.

**41. Prior year Comparatives**

Previous year's figures which are for the year April 1, 2021 to March 31, 2022 have been regrouped / reclassified wherever necessary to correspond with the current year (April 1, 2022 to March 31, 2023) classification / disclosure.

**42 Other Statutory Information**

(i) The Company has not revalued any Property, Plant and Equipment. Accordingly, reporting on revaluation of Property, Plant and equipment is not applicable.

(ii) No proceeding has been initiated or pending against the company for holding any Benami property under Benami Transaction ( Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

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

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

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

(a) 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

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

(vi) The Company has 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 Group shall:

(a) 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

(b) provided any guarantee, security or the like on behalf of the Ultimate Beneficiaries,

(vii) The Company has not disclosed any income in terms of any transaction which is not recorded in books of account that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

(viii) The Company has borrowed fund from financial institutions during the year under review.

(ix) The quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts.

(x) The Company has not granted any loans and advances in the nature of loans to promoters, directors, key management personnel (KMP) and the related parties as repayable on demand or guaranteed without specifying terms.

(xi) The Company has complied with the number of layers prescribed under Clause (87) of Section 2 of the Act read with The Companies (Restriction on number of layer) Rules, 2017.

(xii) The company have not been declared as wilful defaulter by any banks, financial institutions or other lenders.

(xiii) Section 135 of the The companies Act, 2013 relating to CSR is not applicable to company

(xiv) The company does not have any transaction with a company struck-off under the section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956 during the year.

Notes to the Consolidated Financial Statements referred to herein above form an integral part of the Consolidated Financial Statements.

**For M R B & ASSOCIATES**

Firm Registration No. 136306W

Chartered Accountants

Sd/-

**Manish R Bohra**

Partner

Membership No. 058431

**For and on behalf of the Board of Directors**

Sd/-

**Ashish Kohli**

Managing Director & CEO

DIN: 08173836

Sd/-

**Ashish Runwal**

Director & COO

DIN: 03382646

Sd/-

**Rohit Sharma**

Company Secretary

ACS No: 66161

Place: Mumbai

Date : 22/06/2023

**Monedo Financial Services Private Limited**  
**(Formerly known as Kreditech Financial Services Private Limited)**  
CIN : U65100MH2017PTC294521  
*(All amounts in INR '000)*

**Annexure I**

**Additional information for the period ended March 31, 2023 as required in terms of paragraph 19 of Master Direction - Non-Banking Financial Company - Non- Systematically Non Deposit taking Company (Reserve Bank) Directions, 2016**

Particulars	Amount Outstanding As at March 31, 2023	Amount Outstanding As at March 31, 2022
<b>(A) Liabilities Side</b>		
<b>1 Loans and advances availed by the Company inclusive of interest accrued thereon but not paid:</b>		
(a) Debentures : Secured	-	-
: Unsecured (other than falling within the meaning of public deposits)	-	-
(b) Deferred Credits	-	-
(c) Term Loans	2,37,659.31	7,610.40
(d) Intercompany loans and borrowing	-	2,029.46
(e) Commercial Papers	-	-
(f) Public Deposits	-	-
(g) Other Loans - Working Capital	-	-
<b>Total</b>	<b>2,37,659.31</b>	<b>9,639.86</b>
<b>(B) Asset Side</b>		
<b>(2) Break-up of Loans and Advances including bills receivables [other than those included in (4) below]:</b>		
(a) Secured	-	-
(b) Unsecured	2,31,079.56	36,985.50
<b>(3) Break-up of Leased Assets and stock on hire and other assets counting towards asset financing activities</b>		
(i) Lease assets including lease rentals under sundry debtors:		
(a) Financial lease	-	-
(b) Operating lease	-	-
(ii) Stock on hire including hire charges under sundry debtors:		
(a) Assets on hire	-	-
(b) Repossessed Assets	-	-
(iii) Other loans counting towards asset financing activities		
(a) Loans where assets have been repossessed	-	-
(b) Loans other than (a) above	-	-
<b>Total</b>	<b>2,31,079.56</b>	<b>36,985.50</b>

**Monedo Financial Services Private Limited**  
**(Formerly known as Kreditech Financial Services Private Limited)**  
CIN : U65100MH2017PTC294521  
*(All amounts in INR '000)*

**Annexure I**

**Additional information for the period ended March 31, 2023 as required in terms of paragraph 19 of Master Direction - Non-Banking Financial Company - Non- Systematically Non Deposit taking Company (Reserve Bank) Directions, 2016**

Particulars	Amount Outstanding March 31, 2023	Amount Outstanding March 31, 2022
<b>(4) Break-up of Investments :</b>		
Current investments:		
1. Quoted		
(i) Shares: (a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of Mutual funds	1,80,005.09	89,995.50
(iv) Government Securities	-	-
(v) Others	-	-
2. Unquoted		
(i) Shares: (a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of Mutual funds	-	-
(iv) Government Securities	-	-
(v) Others	-	-
Long Term investments		
1. Quoted		
(i) Shares: (a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of Mutual funds	-	-
(iv) Government Securities	-	-
(v) Others	-	-
2. Unquoted		
(i) Shares: (a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of Mutual funds	-	-
(iv) Government Securities	-	-
(v) Others	-	-
<b>Total</b>	<b>1,80,005.09</b>	<b>89,995.50</b>

**Monedo Financial Services Private Limited**

**(Formerly known as Kreditech Financial Services Private Limited)**

CIN : U65100MH2017PTC294521

(All amounts in INR '000)

**(5) Borrower group-wise classification of assets financed as in (2) and (3) above:**

Category	As at March 31, 2023			As at March 31, 2022		
	Amount (Net of provisioning)			Amount (Net of provisioning)		
	Secured	Unsecured	Total	Secured	Unsecured	Total
1. Related Parties						
(a) Subsidiaries	-	-	-	-	-	-
(b) Companies in the same group	-	-	-	-	-	-
(c) Other related parties	-	-	-	-	-	-
2. Other than related parties	-	2,30,894.31	2,30,894.31	-	35,191.64	35,191.64
<b>Total</b>	-	<b>2,30,894.31</b>	<b>2,30,894.31</b>	-	<b>35,191.64</b>	<b>35,191.64</b>

**(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):**

Category	As at March 31, 2023		As at March 31, 2022	
	Market Value/ Break-up or fair value or NAV March 31, 2023	Book Value (Net of Provisions) March 31, 2023	Market Value/ Break-up or fair value or NAV 2021- 22	Book Value (Net of Provisions) 2021-22
1. Related Parties				
(a) Subsidiaries	-	-	-	-
(b) Companies in the same group	-	-	-	-
(c) Other related parties	-	-	-	-
2. Other than related parties	1,80,089.99	1,80,005.09	89,995.50	89,995.50
<b>Total</b>	<b>1,80,089.99</b>	<b>1,80,005.09</b>	<b>89,995.50</b>	<b>89,995.50</b>

**(7) Other Information**

Particulars	Amount Outstanding	Amount Outstanding
	As at March 31, 2023	As at March 31, 2022
(i) Gross Non Performing Assets		
(a) Related Parties	-	-
(b) Other than related parties	185.26	1,793.86
(ii) Net Non-Performing Assets		
(a) Related Parties	-	-
(b) Other than related parties	-	-
(iii) Assets acquired in satisfaction of debt	-	-

**Monedo Financial Services Private Limited**  
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CIN : U65100MH2017PTC294521  
*(All amounts in INR '000)*

**Capital-to-Risk Weighted Assets Ratio (CRAR)**

Ratio	Numerator	Denominator	As at	As at	% Variance	Reasons
			March 31, 2023	March 31, 2022		
Capital-to-Risk Weighted Assets Ratio (CRAR)	Tier I CRAR + Tier II CRAR	Risk-Weighted Assets	102%	144%	-29%	The reduction in CRAR mainly on account of loss for the year and onward lending from debt funds.
Tier I CRAR	Consist of Equity Shares, Compulsorily Convertible Preference Shares, Reserve and Surplus, Deferred Revenue Expenditure and Intangible Assets	N.A.	4,81,465.11	2,08,544.01	131%	The increase in mainly on account of fund raise.
Tier II CRAR	Consist of Undisclosed reserves, Revelation Reserve and General Provisions and Loss reserves	N.A.	-	-	-	

**Monedo Financial Services Private Limited**  
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*(All amounts in INR '000)*

**A) Exposure**

**1) Exposure to real estate sector**

Not Applicable

**2) Exposure to capital market**

Not Applicable

**3) Sectoral exposure**

Sectors	As at March 31, 2023			As at March 31, 2022		
	Total Exposure (includes on balance sheet and off-balance sheet exposure)	Gross NPAs	Percentage of Gross NPAs to total exposure in that sector	Total Exposure (includes on balance sheet and off-balance sheet exposure)	Gross NPAs	Percentage of Gross NPAs to total exposure in that sector
<b>1. Personal Loans</b>						
Others	2,009.47	-	0.00%	7,527.92	3,104.27	41.24%
<b>Total of Personal Loans</b>	<b>2,009.47</b>	<b>-</b>	<b>0.00%</b>	<b>7,527.92</b>	<b>3,104.27</b>	<b>41.24%</b>
<b>2. Other Loans</b>						
i POS Loans	27,052.95	185.26	0.68%	24,239.00	1,509.15	6.23%
ii Healthcare Financing Loans	1,57,127.95	-	0.00%	-	-	0.00%
iii E-Bike Loans	10,503.92	-	0.00%	-	-	0.00%
iv Supply Chain Financing Loans	34,385.26	-	0.00%	-	-	0.00%
v Digital Lending Loans	-	-	0.00%	218.59	218.59	100.00%
vi Term Loans	-	-	0.00%	5,000.00	-	0.00%
<b>Total of Other Loans</b>	<b>2,29,070.08</b>	<b>185.26</b>	<b>0.08%</b>	<b>29,457.59</b>	<b>1,727.74</b>	<b>5.87%</b>

**Monedo Financial Services Private Limited**  
**(Formerly known as Kreditech Financial Services Private Limited)**

CIN : U65100MH2017PTC294521

(All amounts in INR '000)

**B) Related Party Disclosure**

Related Party  Items	Parent (as per ownership or control)		Subsidiaries		Associates/ Joint ventures		Key Management Personnel		Relatives of Key Management Personnel		Others		Total	
	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Borrowings	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Placement of deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Advances	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Purchase of fixed/other assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of fixed/other assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest paid	-	-	-	-	-	-	-	-	-	-	-	35.21	32.74	35.21
Interest received	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Others</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-
i Remuneration paid	-	-	-	-	-	-	22,988.82	24,617.15	-	-	-	-	-	22,988.82
ii Loan Repayment	-	-	-	-	-	-	-	-	-	-	-	2,000.00	-	2,000.00
iii Commission	-	-	-	-	-	-	-	-	-	-	-	419.06	154.39	419.06

**Monedo Financial Services Private Limited**  
**(Formerly known as Kreditech Financial Services Private Limited)**

CIN No.: U65100MH2017PTC294521

(All amounts in INR '000)

**C) Disclosure of complaints**

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

Sr. No	Particulars	As at	As at
		March 31, 2023	March 31, 2022
	Complaints received by the NBFC from its customers		
1.	Number of complaints pending at beginning of the year	-	-
2.	Number of complaints received during the year	160	43
3.	Number of complaints disposed during the year	160	43
	3.1 Of which, number of complaints rejected by the NBFC	-	-
4.	Number of complaints pending at the end of the year	-	-
	Maintainable complaints received by the NBFC from Office of Ombudsman		
5	Number of maintainable complaints received by the NBFC from Office of Ombudsman	3	2
	5.1. Of 5, number of complaints resolved in favour of the NBFC by Office of Ombudsman	3	2
	5.2 Of 5, number of complaints resolved through conciliation/mediation/advisories issued by Office of Ombudsman	-	-
	5.3 Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the NBFC	-	-
6	Number of Awards unimplemented within the stipulated time (other than those appealed)	-	-

**Monedo Financial Services Private Limited**  
**(Formerly known as Kreditech Financial Services Private Limited)**

CIN No.: U65100MH2017PTC294521

(All amounts in INR '000)

**C) Disclosure of complaints**

**2) Top five grounds of complaints received by the NBFCs from customers**

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
1	2	3	4	5	6
<b>As at March 31, 2023</b>					
Ground - 1	Update in the status of the loan at the Credit Information Companies.	7	-46%	-	-
Ground - 2	Direct Debit/ECS by Monedo for a repayment paid in advance or paid to the Merchant Partner	116	955%	-	-
Ground - 3	Related of NOC	12	-	-	-
Ground - 4	Related to Refund request	19	-	-	-
Ground - 5	Related to product or delivery	4	-	-	-
<b>Total</b>		<b>158</b>	<b>445%</b>	-	-
<b>As at March 31, 2022</b>					
Ground - 1	Update in the status of the loan at the Credit Information Companies.	13	-	-	-
Ground - 2	Direct Debit/ECS by Monedo for a repayment paid in advance or paid to the Merchant Partner	11	-	-	-
Ground - 3	Cancellation of loans	3	-	-	-
Ground - 4	Bounce charges charged by Monedo Financial Services & by the borrower's bank as a result of an unsuccessful direct debit.	1	-	-	-
Ground - 5	Miscellaneous i.e. change of device, technical issues with the device etc	1	-	-	-
<b>Total</b>		<b>29</b>	-	-	-



## INDEPENDENT AUDITOR'S REPORT

To The Members of  
**MONEDO FINANCIAL SERVICES PRIVATE LIMITED**  
Report on the Audit of the Financial Statements

### Opinion

We have audited the financial statements of **MONEDO FINANCIAL SERVICES PRIVATE LIMITED** ("the Company"), which comprise of the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss, the Cash Flow statement for the year ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information. (Herein after referred to as "Financial Statements")

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at March 31, 2023, its profit and its cash flows for the year ended on that date.

### Basis for Opinion

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

### Emphasis of Matter [Wherever applicable]

We further draw your attention to **Note No. 2(a)** of Financial Statement, as regards to the basis of preparation of financial statements.

Our opinion is not modified in respect of above matters.

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

The Company's Management and Board of Directors is responsible for the other information. The other information comprises the Financial Performance highlights, Board Report including Annexures to the Boards Report and Other Information, which is expected to be made available to us after that date but does not include the financial statements and our auditor's report thereon.

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Management's and Board of Directors' Responsibility for the Financial Statements**

The Company's management and Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Those 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 Standards on Auditing (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

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management-and board of director.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) 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. Further to our comment in the Annexure A, 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.

## INDEPENDENT AUDITOR'S REPORT *(CONTINUED)*

- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The reports on the accounts of the branch offices of the Company audited under section 143(8) of the act is not applicable since company is not having any branch.
- d) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- e) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- f) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, we are not required to report as the reporting is not applicable to the company.
- h) In our opinion and according to the information and explanations given to us, provisions of section 197 read with Schedule V to the Act with respect to managerial remuneration are not applicable to private limited Company.
- i) 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, as amended, 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 litigation that impact on its financial position in its financial statements.
  - (ii) The Company did not have any long-term contracts including derivative 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) According to the information and explanations given to us, no funds have been advanced / loaned / invested by the Company to or in any other person(s) or entity(ies), including foreign entities with the understanding, - that the intermediary shall, whether directly or indirectly lend or invest in other person or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) and not provided any guarantee, security or the like on behalf of Ultimate Beneficiaries.
    - b) According to the information and explanations given to us, no funds have been received by the Company from person(s) or entity(ies), including foreign entities on behalf of the Ultimate

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

Beneficiaries. Further the Company has not provided any guarantee or security to person(s) or entity(ies), including foreign entities on behalf of the Ultimate Beneficiaries.

- c) On the basis of our examination of the books of accounts and following appropriate audit procedures considered reasonable and appropriate to the circumstances, nothing has come to the notice that has caused us to believe that the representations under sub-clause (i) and (ii) of clause contain any material mis-statement.
  
- (v) The company has not declared / paid any dividend during the year.
  
- (vi) Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

**For M R B & Associates**  
**Chartered Accountants**  
FRN: 136306W

Sd/-

**Manish R Bohra**  
Partner

M. No.: 058431

Place: Mumbai

Date: 22<sup>nd</sup> June 2023

UDIN: 23058431BGUGZM9562



**ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT**

Referred to in paragraph 2 under the heading "Report on Other Legal and Regulatory Requirements" section of our report of even date to the members of the MONEDO FINANCIAL SERVICES PRIVATE LIMITED

**We report that: -**

- I. According to the information and explanations given to us.
  - a) (A) The company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;  
(B) The company is maintaining proper records showing full particulars of intangible assets;
  - b) These Property, Plant and Equipment have been physically verified by the management at reasonable intervals and there is no material discrepancies were noticed on such verification and the same have been properly dealt with in the books of account;
  - c) The company does not hold any immovable property in its name, accordingly paragraph 3 (i) (c) of the order are not applicable to the company.
  - d) The company did not revalue its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
  - e) According to the information and explanations given to us, no proceedings have been initiated or are pending against the company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- II.
  - a) The principle activity of the company is to provide Loan and advance services. Accordingly, it does not hold any physical inventories. Thus provision of clause 3(ii) (a) of the order is not applicable to the company.
  - b) According to the information and explanations given to us, company has not availed any working capital limit from any banks and financial institution during the year under review. Hence this clause 3(ii) (b) is not applicable to the company.
- III.
  - a) The principle activity of the company is to provide Loan and advance services. Thus provision of clause 3(iii) (a) of the order is not applicable to the company.
  - b) According to the information and explanations given to us the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are prejudicial to the company's interest.

## ANNEXURE – “A” TO THE INDEPENDENT AUDITORS’ REPORT (CONTINUED)

- c) According to the information and explanations given to us in respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts are regular.
  - d) According to the information and explanations given repayments or receipts are regular and where overdue more than 90 days, the company has been taken reasonable steps for recovery of the principal and interest.
  - e) The clause is not applicable to company as the principal business of the company is to provide the loans.
  - f) The company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties
- IV. According to information and explanation given to us, in respect of loans, investments, guarantees, and security, the provisions of sections 185 and 186 of the Companies Act have been complied with by the company.
- V. The company has not accepted any public deposits during the year and hence this clause is not applicable to the company.
- VI. As informed to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the Company; hence this clause is not applicable to the company.
- VII. In respect of statutory dues:-
- a) According to the records of the company and information and explanations given to us, the Company has generally been regular in depositing undisputed statutory dues, Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities. The company did not have any undisputed amount payable in this respect at 31<sup>st</sup> March, 2022 for a period of more than six month from the date when they become payable.
  - b) According to the information and explanations given to us, there are no dues of duty of Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities which have not been deposited with the appropriate authorities on account of any dispute.
- VIII. According to the information and explanations given to us, during the current year under review no income was surrendered or disclosed in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- IX.
- a) The company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender:-

## ANNEXURE – “A” TO THE INDEPENDENT AUDITORS’ REPORT (CONTINUED)

- b) The company is not declared wilful defaulter by any bank or financial institution or other lender.
  - c) In our opinion and according to the information and explanations given to us, the Company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained.
  - d) According to the information and explanations given to us, company has not utilised the fund for long term purpose which was raised for short term basis.
  - e) According to the information and explanations given to us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures
  - f) According to the information and explanations given to us, company does not have any subsidiary, associate or joint venture and also we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- X.
- a) The Company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year under review; hence this clause is not applicable to the company.
  - b) According to the information and explanations given to us, the company has complied the requirements of section 42 and section 62 of the Companies Act, 2013 and the funds raised have been used for the purposes for which the funds were raised
- XI.
- a) In our opinion and according to the information and explanations given to us, no material fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
  - b) According to the information and explanations given to us by the management, no report have been filed in Form ADT-4 under sub section (12) of the section 143 of the Companies Act, 2013 and 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 under review.
- XII. The Company has not been classified as Nidhi Company defined under section 406(1) of the Companies Act; hence this clause is not applicable to the company.
- XIII. According to the information and explanations given to us by the management The transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards.
- XIV. In our opinion and based on our examination, the company is not required to have an Internal Audit System as per Companies Act, 2013; hence this clause is not applicable to the company.
- XV. The Company has not entered into any non- cash transactions with directors or persons connected with him; hence this clause is not applicable to the company.

## ANNEXURE – “A” TO THE INDEPENDENT AUDITORS’ REPORT (CONTINUED)

- XVI.
- a) The company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934; and registration has been obtained by the company.
  - b) The company has conducted Non-Banking Financial activities and having a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934;
  - c) The company is not Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, hence the clause No. XVI (c) & XVI (d) is not applicable to the company.
- XVII. According to the information and explanations given to us by the management, Company has incurred cash losses of Rs. 1,13,932.52 thousand in the period of 1<sup>st</sup> April 2022 to 31<sup>st</sup> March 2023 and Rs. 51,531.54 thousand cash loss in the preceding financial year.
- XVIII. During the year there has been no resignation of statutory auditor during the financial year 2022-23.
- XIX. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and as per the notes to the financial statement, there is no material uncertainty as on the date of the audit report and the company is capable of meeting its existing liabilities at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- XX. In our opinion and based on our examination, and according to the information and explanations given to us section 135 of The Companies Act, 2013 is not applicable to the company, hence this clause and its sub clauses are not applicable to the company.

### **For MRB & Associates**

Chartered Accountants,  
Firm Registration Number: 136306W

Sd/-

**Manish R Bohra**

Partner

Membership No: 058431

Place: Mumbai

Date: 22<sup>nd</sup> June 2023

UDIN: 23058431BGUGZM9562

**Monedo Financial Services Private Limited**  
**(Formerly known as Kreditech Financial Services Private Limited)**

CIN : U65100MH2017PTC294521

**Balance Sheet as at March 31, 2023**

(All amounts in INR '000)

Particulars	Note	As at March 31, 2023	As at March 31, 2022
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
Share Capital	3	5,90,830.00	4,93,125.00
Reserves and Surplus	4	(1,08,423.77)	(2,83,673.88)
<b>Non-Current Liabilities</b>			
Long-Term Provisions	5	4,031.49	3,457.21
<b>Current Liabilities</b>			
Short-Term Borrowings	6	2,37,659.31	9,639.86
Trade Payables	7		
Total Outstanding Dues of Micro and Small Enterprises		-	-
Total Outstanding Dues other than Micro and Small Enterprises		5,630.12	864.21
Other Current Liabilities	8	31,994.65	6,273.62
Short-Term Provisions	9	1,449.11	5,769.97
<b>Total Equity and Liabilities</b>		<b>7,63,170.91</b>	<b>2,35,455.99</b>
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment and Intangible Assets			
Property, Plant and Equipment	10	15,919.98	3,827.38
Intangible Assets	10	73.27	138.69
Non-Current Investments	11	2,00,890.00	-
Long-Term Loans and Advances	12	16,349.60	8,618.96
Other Non-Current Assets	13	1,982.36	1,982.36
<b>Current Assets</b>			
Current Investments	14	1,80,005.09	89,995.50
Cash and Bank Balances	15	81,310.85	89,545.22
Short-Term Loan and Advances	16	2,28,792.59	37,511.56
Other Current Assets	17	37,847.17	3,836.32
<b>Total Assets</b>		<b>7,63,170.91</b>	<b>2,35,455.99</b>

Significant Accounting Policies 2

The Accompanying notes forms an integral part of Financial Statements.

This is the Balance Sheet referred to in our report of even date.

**For M R B & ASSOCIATES**

Firm Registration No. 136306W

Chartered Accountants

Sd/-

**Manish R Bohra**

Partner

Membership No. 058431

**For and on behalf of the Board of Directors**

Sd/-

**Ashish Kohli**

Managing Director & CEO

DIN: 08173836

Sd/-

**Ashish Runwal**

Director & COO

DIN: 03382646

Sd/-

**Rohit Sharma**

Company Secretary

ACS No: 66161

Place: Mumbai

Date : 22/06/2023

**Monedo Financial Services Private Limited**  
**(Formerly known as Kreditech Financial Services Private Limited)**

CIN : U65100MH2017PTC294521

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

(All amounts in INR '000)

Particulars	Note	For the year ended March 31, 2023	For the year ended March 31, 2022
<b>Revenue</b>			
Revenue from Operations	18	82,325.34	21,910.62
Other Income	19	16,029.39	1,435.66
<b>Total Income</b>		<b>98,354.73</b>	<b>23,346.28</b>
<b>Expenses</b>			
Employee Benefits Expense	20	56,571.19	43,269.66
Finance Cost	21	17,005.00	3,807.67
Depreciation and Amortisation Expense	22	2,917.98	3,046.27
Other Expenses	23	1,23,031.38	28,552.11
Provisions and write off	24	4,691.66	2,102.47
<b>Total Expenses</b>		<b>2,04,217.21</b>	<b>80,778.18</b>
Loss before tax for the year		(1,05,862.48)	(57,431.90)
<b>Tax Expense</b>			
Current Tax		-	-
Deferred Tax		-	-
<b>Loss for the year</b>		<b>(1,05,862.48)</b>	<b>(57,431.90)</b>
Earnings per equity share: [Nominal value per share: Rs. 5,000]	25		
Basic (Rs.)		(1,289.12)	(699.37)
Diluted (Rs.)		(971.74)	(667.81)
Significant Accounting Policies	2		

The Accompanying notes forms an integral part of Financial Statements.

This is the Statement of Profit and Loss referred to in our report of even date.

**For M R B & ASSOCIATES**

Firm Registration No. 136306W  
Chartered Accountants

Sd/-

**Manish R Bohra**

Partner

Membership No. 058431

Place: Mumbai

Date : 22/06/2023

**For and on behalf of the Board of Directors**

Sd/-

**Ashish Kohli**

Managing Director & CEO

DIN: 08173836

Sd/-

**Rohit Sharma**

Company Secretary

ACS No: 66161

Sd/-

**Ashish Runwal**

Director & COO

DIN: 03382646

**Monedo Financial Services Private Limited**  
**(Formerly known as Kreditech Financial Services Private Limited)**

CIN : U65100MH2017PTC294521

**Cash Flow Statement for the year ended March 31, 2023**

(All amounts in INR '000)

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
<b>A. Cash Flow from Operating Activities</b>		
Loss for the year / period	(1,05,862.48)	(57,431.91)
<b>Adjustments for:</b>		
Depreciation	2,917.98	3,046.27
Contingent Provisions against Standard Assets	472.94	19.56
Contingent provision against Restructured Asset	-	(14.66)
Provision on Non Performing Assets	185.26	3,610.81
Provision for Gratuity	598.09	260.81
Provisions for Compensated absences	66.78	(505.43)
Provision for Contingencies	-	(1,210.95)
Loss Asset Write Off	4,033.46	-
Interest on Fixed deposit	(1,289.02)	(495.56)
Gain on sale of Mutual fund Units	(6,781.04)	(911.58)
Lease Equalisation Reserve	51.40	693.96
<b>Operating profit before working capital changes</b>	<b>(1,05,606.63)</b>	<b>(52,938.68)</b>
<b>Changes in Working Capital:</b>		
Increase / (Decrease) in Trade Payables	4,765.91	426.82
Increase / (Decrease ) in Loan loss Provisions	(5,121.06)	-
Increase / (Decrease) in Other Current Liabilities	25,721.04	(4,714.76)
(Increase)/ Decrease in Loans and Advances	(2,02,221.87)	(11,707.71)
(Increase) / Decrease in Trade Receivables	-	16.96
(Increase) / Decrease in Other Current Assets	(34,010.85)	264.61
(Increase)/ Decrease in Bank Balance other than Cash and Cash Equivalent	(36,166.11)	(4,347.90)
(Increase) in other non-current assets	0.00	(1,982.36)
<b>Net cash (used in) / generated from operating activities</b>	<b>(3,52,639.57)</b>	<b>(74,983.02)</b>
Taxes paid (net of refunds)	823.26	183.79
<b>Net cash (used in) / generated from operating activities</b>	<b>(3,53,462.83)</b>	<b>(75,166.81)</b>
<b>B. Cash flow from Investing Activities</b>		
(Purchase) / Sale of Property, Plant and Equipment	(14,945.17)	(155.37)
Interest Income on Fixed Deposit	1,289.02	495.56
Non-Current Investments	(2,00,890.00)	-
(Increase)/Decrease in Investment in mutual funds (Net)	-	-
Interest received on investments	6,781.04	911.58
<b>Net cash generated from / (used in) investing activities</b>	<b>(2,07,765.11)</b>	<b>1,251.77</b>
<b>C. Cash flow from Financing Activities</b>		
Preference Shares Issued during the year	97,705.00	78,915.00
Premium on Preference Share Issued during the year	2,81,112.59	1,42,221.21
Term Loans	2,28,019.45	3,177.04
<b>Net cash generated from / (used in) from financing activities</b>	<b>6,06,837.04</b>	<b>2,24,313.25</b>
<b>Net increase in cash and cash equivalents</b>	<b>45,609.11</b>	<b>1,50,398.22</b>
Cash and cash equivalents at the beginning of the year	1,71,562.82	21,164.60
<b>Cash and Cash equivalents at the end of the year</b>	<b>2,17,171.92</b>	<b>1,71,562.82</b>
<b>Cash and cash equivalents comprise of:</b>		
Short-term liquid investment (Refer Note 14)	1,80,005.09	89,995.50
Cash and cash equivalents ( Refer Note 15.1 )	37,166.84	81,567.32
<b>Total</b>	<b>2,17,171.93</b>	<b>1,71,562.82</b>

Summary of significant accounting policies

2

The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 on cash flow Statements issued by the Institute of chartered Accountants of India.

This is the cash Flow Statement referred to in our report of even date.

**For M R B & ASSOCIATES**

Firm Registration No. 136306W

Chartered Accountants

**For and on behalf of the Board of Directors**

Sd/-  
**Manish R Bohra**  
Partner  
Membership No. 058431

Sd/-  
**Ashish Kohli**  
Managing Director & CEO  
DIN: 08173836

Sd/-  
**Ashish Runwal**  
Director & COO  
DIN: 03382646

Sd/-  
**Rohit Sharma**  
Company Secretary  
ACS No: 66161

Place: Mumbai  
Date : 22/06/2023

## 1. General Information

Monedo Financial Services Private Limited ('the Company') was incorporated on May 01, 2017 as Kreditech India Private Limited. Subsequently, on October 06, 2017, the name of the company was changed to Kreditech Financial Services Private Limited. The Company received a Certificate of Registration (COR) from the Reserve Bank of India ("RBI") on October 12, 2018 as NBFC-ND-NSI to carry on the business of Non-Banking Finance Company (NBFC). The Company commenced business on February 01, 2019 and necessary intimation was sent to RBI. The Company operates in retail financing business.

## 2. Summary of Significant Accounting Policies

### a) Basis for preparation of financial statements

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended), specified under section 133, other relevant provisions of the Companies Act, 2013 and the guidelines of Reserve Bank of India for Non-Banking Finance Company.

The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year. Upon review of business plan involving cash flow projections of the company it was estimated by the board that the company is likely to grow its business over the next few years. Hence, accounts were prepared and adopted on going concern basis assumption.

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

### b) Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the financial statements and the reported amounts of revenues and expenses for the reporting period. Although these estimates are based on Management's knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amount of assets and liabilities in future periods.

### c) Property Plant and Equipment - Depreciation : Change in Accounting Estimate

The Company has estimated the salvage value at the rate 5% on PPE prospectively with effect from April 1, 2020.

### d) Property, Plant and Equipment and Depreciation/Amortisation/Impairment of assets

#### (i) Property Plant and Equipment

Tangible Assets are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Subsequent costs related to an item of Property, Plant and Equipment are recognised in the carrying amount of the item if the recognition criteria are met. Items of fixed assets that have been retired from active use and are held for disposal are stated at the lower of their net book value and net realisable value and are shown separately in the financial statements. Any expected loss is recognised immediately in the Statement of Profit and Loss. Losses arising from the retirement of, and gains or losses arising from disposal of fixed assets which are carried at cost are recognised in the Statement of Profit and Loss. Depreciation is provided on a pro-rata basis on the straight-line method over the estimated useful lives of the assets as prescribed under Schedule II to the Companies Act, 2013.

**The estimates of useful lives of tangible assets are as follows:**

<b>Assets</b>	<b>Useful Life</b>
Leasehold Improvements	Over the primary lease period
Furniture and Fixtures	10 years
Computers	3 years
Motor Vehicles	8 years
Office Equipment	5 years

**Items individually costing below Rs.5,000 are capitalized and fully depreciated in the year of purchase.**

**e) Operating Lease**

As a lessee

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the Statement of Profit and Loss on a straight-line basis over the period of the lease.

**f) Employee Benefits**

**(i) Provident Fund**

In accordance with the applicable law, all employees of the Company are entitled to receive benefits under the Provident Fund Act, 1952. Contribution towards provident fund for employees is made to the regulatory authorities. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made on a monthly basis. Since it is a defined contribution plan, the contributions are accounted for on an accrual basis and recognised in the statement of Profit and Loss.

**(ii) Compensated absences**

Accumulated compensated absences, which are expected to be availed or encashed beyond 12 months from the end of the year are treated as other long-term employee benefits. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognised in the Statement of Profit and Loss in the year in which they arise.

**(iii) Gratuity**

The Company provides for gratuity, a defined benefit plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognised in the Statement of Profit and Loss in the year in which they arise.

**g) Revenue Recognition**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured

(i) Interest income on loans and penal interest, including loans acquired under direct assignment arrangement, is recognised on accrual basis. Income on non-performing assets is recognised only when realised. Any such income recognised before the asset became non performing and remaining unrealised is reversed

(ii) Loan processing fees received upfront is accrued at the time of entering in to a binding agreement and recognised accordingly

(iii) Interest Income on fixed deposit with banks is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

(iv) All other income is recognised on accrual basis

**h) Foreign Currency Translation**

**Initial Recognition:**

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

**Subsequent Recognition:**

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. As at the reporting date, non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. All non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

**Exchange differences:**

Exchange differences arising on the settlement of monetary items or on monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise

**i) Current and Deferred Tax**

Tax expense for the period, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws prevailing in the respective jurisdictions.

Deferred tax is recognised for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. In situations, where the Company has unabsorbed depreciation or carry forward losses under tax laws, all deferred tax assets are recognised only to the extent that there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits. At each Balance Sheet date, the Company re-assesses unrecognised deferred tax assets, if any.

**Monedo Financial Services Private Limited**  
**(Formerly known as Kreditech Financial Services Private Limited)**

CIN : U65100MH2017PTC294521

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

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

**j) Cash and cash equivalents**

In the cash flow statement, cash and cash equivalents include cash in hand, demand deposits with banks, other short-term highly liquid investments with original maturities of three months or less.

**k) Loans: - Recognition, Classification and Provisioning thereof**

**Recognition:**

Loan finance extended to consumers are recognised as loans and advances and are accounted once all the following events are completed:

- (i) On successful completion of auto/manual underwriting;
- (ii) Completion of documentation formalities by the customers

**Classification:**

Loans are classified as standard, substandard assets, doubtful and loss assets in accordance to the Asset Classification Policy adopted by the Company, subject to compliance with minimum provision stipulated under Master Direction – Non-Banking Financial Company – Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 and any amendments thereto. (RBI Directions).

A loan is classified as NPA, where interest/principal instalment is overdue for a period of more than 180 days from the day it becomes due.

**Provisioning/write-off on assets**

Provision for standard assets is based on Management's assessment subject to minimum rate of 0.25% as per applicable RBI Directions.

Loan loss provision / Write-off in respect of non-performing assets is made in accordance with the policy approved by the Board of Directors of the Company which is based on Management's assessment of the degree of impairment of the loans and estimates of recoverability/realisation of the loans, subject to the minimum requirements as per applicable RBI Directions.

**l) Investments**

Investments that are readily realizable and are intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as non-current investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the financial statements at lower of cost and fair value. Non-current investments are carried at cost and any decline in the carrying value, other than temporary in nature is provided for.

**m) Impairment of assets**

In accordance with Accounting Standard 28 "Impairment of Assets", the carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any impairment. The recoverable amount of the assets (or where applicable, that of the cash generating unit to which the asset belongs) is estimated as the higher of its net selling price and its value in use.

An impairment loss is recognized whenever the carrying amount of an asset or a cash-generating unit exceeds its recoverable amount. Impairment loss is recognized in the statement of profit and loss or against revaluation surplus, where applicable.

**n) Provisions and Contingencies**

**Provisions:**

Provisions are recognised when there is a present obligation 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 there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the current obligation at the Balance sheet date and are not discounted to its present value.

**Contingent Liabilities:**

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

**o) Earnings per share**

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

**Monedo Financial Services Private Limited**  
**(Formerly known as Kreditech Financial Services Private Limited)**  
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**Notes to the Financial Statements for the year ended March 31, 2023**

**p) Special Reserve**

In accordance with section 45-IC of RBI Ac, 1934, the Company creates a reserve fund and transfers therein a sum not less than twenty percent of its net profit every year as disclosed in the statement of profit and loss before any dividend is declared.

3. Share Capital

	As at March 31, 2023	As at March 31, 2022
<b>Authorised:</b>		
87,200 (82,200 prev. year) Equity Shares of Rs. 5,000 each	4,36,000.00	4,36,000.00
44,020 (21,520 prev. year ) Preference Shares of Rs 5,000 each	2,20,100.00	1,07,600.00
<b>Total</b>	<b>6,56,100.00</b>	<b>5,43,600.00</b>
<b>Issued, Subscribed and Paid-up:</b>		
82,120 (82,120 prev. year) Equity Shares of Rs. 5000 each (fully paid up)	4,10,600.00	4,10,600.00
36,046 (16,505 prev. year) Preference Shares of Rs. 5,000 each (fully paid up)	1,80,230.00	82,525.00
<b>Total</b>	<b>5,90,830.00</b>	<b>4,93,125.00</b>

(a) Reconciliation of Number of Shares

Equity Shares	As at March 31, 2023		As at March 31, 2022	
	Number of shares	Amount	Number of shares	Amount
Balance as at the beginning of the year	82,120	4,10,600.00	82,120	4,10,600.00
Add: Equity Shares Issued during the year	-	-	-	-
<b>Balance as at the end of the year</b>	<b>82,120</b>	<b>4,10,600.00</b>	<b>82,120</b>	<b>4,10,600.00</b>
<b>Preference Shares</b>				
Balance as at the beginning of the year	16,505	82,525.00	722.00	3,610.00
Add: Issued during the year	19,541	97,705.00	15,783.00	78,915.00
<b>Balance as at the end of the year</b>	<b>36,046</b>	<b>1,80,230.00</b>	<b>16,505.00</b>	<b>82,525.00</b>

(b) Rights, Preferences and restrictions attached to shares

**Equity Shares:** The Company has two class of equity shares having a par value of Rs.5000 per share. "Class A" of Equity shareholder is only eligible for one vote per share held.

The dividend, if any, proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

**Preference Shares:** The Compulsorily Convertible Preference Shares ("CCPS") are issued at a minimum preferential dividend rate of 0.001% (Zero point Zero Zero One percent) per annum. The Preferential Dividend shall be due only when declared by the Board. In addition, the holders of CCPS shall be entitled to participate in and receive pro rata any dividends paid on the Equity Shares on an as if converted basis.

The company has not issued any bonus shares during the last five years immediately preceding the balance sheet date.

The company has not buy back any shares during the last five years immediately preceding the balance sheet date.

The company has not issued shares for other than cash during the last five years preceding the balance sheet date.

The company has not declare and paid any dividend during the year.

(c) Details of shares held by shareholders holding more than 5% of the aggregate shares in the company

Particulars	As at March 31, 2023		As at March 31, 2022	
	No. of Shares	% of share holding	No. of Shares	% of share holding
<b>Name of Shareholder</b>				
<b>Equity Shares:</b>				
Ashish Kohli	82,119	99.99%	82,119	99.99%
<b>Compulsory Convertible Preference Shares (CCPS):</b>				
Alma Aquila I LLC	20,248	56.17%	4,676	28.33%
Nurture Ventures, LLC	2,610	7.24%	2,610	15.81%
S G Trinity LLP	2,149	5.96%	926	5.61%

(d) Shares held by promoters for the period ended March 31, 2023

Promoter Name	No. of Shares	%of total shares	% Change during the year
Ashish Kohli	82,119	99.99%	0.00%
Trupti Panchal(beneficial ownership with Ashish Kohli)	1	0.01%	0.00%
<b>Total</b>	<b>82,120</b>	<b>100.00%</b>	<b>0.00%</b>

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

Promoter Name	No. of Shares	%of total shares	% Change during the year
Ashish Kohli	82,119	99.99%	0.00%
Trupti Panchal(beneficial ownership with Ashish Kohli)	1	0.01%	0.00%
<b>Total</b>	<b>82,120</b>	<b>100.00%</b>	<b>0.00%</b>

(e) During the year, the Company's Authorised share capital is increased as follows:

- (i) From Rs. 54,36,00,000 to Rs.55,61,00,000 via Ordinary Resolution passed by the Shareholders of the Company at the Extra-Ordinary General Meeting held on 20th July, 2022  
(ii) From Rs. 55,61,00,000 to Rs. 65,61,00,000 via Ordinary Resolution passed by the Shareholders of the Company at the Extra-Ordinary General Meeting held on 17th August, 2022

(f) During the year the Company's paid up capital is increased as follows:

19,541 preference shares of Rs. 5,000 each were issued at premium pursuant to preferential issue via resolutions passed by the Board of Directors at their meeting.

4. Reserve and surplus

	As at March 31, 2023	As at March 31, 2022
<b>Securities premium account</b>		
Balance as at the beginning of the year	1,46,113.89	3,883.64
Add: Received on issue of Preference shares	2,81,112.59	1,42,230.25
<b>Balance as at the end of the year</b>	<b>4,27,226.48</b>	<b>1,46,113.89</b>
<b>Deficit in the statement of profit and loss</b>		
Balance as per last financial statements	(4,29,787.77)	(3,72,355.87)
Loss for the year	(1,05,862.48)	(57,431.90)
<b>Balance as at the end of the year</b>	<b>(5,35,650.25)</b>	<b>(4,29,787.77)</b>
<b>Total Reserve and Surplus</b>	<b>(1,08,423.77)</b>	<b>(2,83,673.88)</b>

5. Long-term provisions

	As at March 31, 2023	As at March 31, 2022
<b>Provision for employee benefits:</b>		
Provision for gratuity (Refer Note 20a)	1,939.46	1,814.99
Provision for compensated absences (Refer Note 20b )	806.92	408.51
<b>Other Provisions</b>		
Lease Equalisation Reserve	1,285.11	1,233.71
<b>Total</b>	<b>4,031.49</b>	<b>3,457.21</b>

6. Short-term borrowings

	As at March 31, 2023	As at March 31, 2022
<b>Secured:</b>		
Term Loans (Refer Note 6.1)	2,37,659.31	7,610.40
<b>Unsecured:</b>		
Loan taken from related party		2,029.46
Loan taken from Others	-	
<b>Total</b>	<b>2,37,659.31</b>	<b>9,639.86</b>

6.1 Nature of Security & Terms of Repayment

6.1.1 Term Loan from Private Financial Institutions

All loans are secured by way of first charge of hypothecation on all specific present and future receivables/book debts created and security in form of personal guarantee provided by Mr. Ashish Kohli, Managing director & CEO of the company.

6.1.2 Terms of Repayment

From the Balance Sheet Date	Interest Range	No. of Instalments	As at March 31, 2023	As at March 31, 2022
Repayable in Monthly Instalments				
Maturity between 0 to 1 year	16.00%-17.50%	18	-	7,610.40
	14.50%-16.75%	82	2,37,659.31	-

**7. Trade payables**

	As at March 31, 2023	As at March 31, 2022
Sundry creditors		
Total Outstanding Dues of Micro and Small Enterprises (Refer Note 28)	-	-
Total Outstanding Dues of Creditors Other Than Micro and Small Enterprises	5,630.12	864.21
<b>Total</b>	<b>5,630.12</b>	<b>864.21</b>

The following are ageing schedule for Trade payables due for payment:-

Particulars	Outstanding for the period ended March 31, 2023			Total
	Less than 1 year	1-2 years	More than 2 years	
(i)MSME	-	-	-	-
(ii)Others	5,630.12	-	-	5,630.12
(iii) Disputed dues – MSME	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-

Particulars	Outstanding at the year ended March 31, 2022			Total
	Less than 1 year	1-2 years	More than 2 years	
(i)MSME	-	-	-	-
(ii)Others	864.21	-	-	864.21
(iii) Disputed dues – MSME	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-

**8. Other current liabilities**

	As at March 31, 2023	As at March 31, 2022
Employee benefits payable	-	42.59
Statutory dues including tax deducted at source	7,235.31	1,600.28
Amount received from Customers in advance	-	169.83
Other Liabilities	24,759.34	4,460.92
<b>Total</b>	<b>31,994.65</b>	<b>6,273.62</b>

There are no amounts due to be transferred to the Investor Education and Protection Fund by the company.

**9. Short-term provisions**

	As at March 31, 2023	As at March 31, 2022
Provision for employee benefits		
Provision for compensated absences (Refer Note 20b )	186.30	517.92
Provision for gratuity (Refer Note 20a)	500.31	26.69
Other Provisions		
Provision against Standard Assets	577.24	104.30
Provisions for Restructured Assets	-	-
Provision for Contingencies (Refer Note 33)	-	289.05
Provision for Non Performing Assets	185.26	4,832.01
<b>Total</b>	<b>1,449.11</b>	<b>5,769.97</b>

**Monedo Financial Services Private Limited**

**(Formerly known as Kreditech Financial Services Private Limited)**

CIN : U65100MH2017PTC294521

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

*(All amounts in INR '000)*

**10. Property, Plant and Equipment and Intangible assets**

**As at March 31, 2023**

Description	Gross Block (at cost)				Depreciation/Amortization				Net Block
	As at April 1, 2022	Additions during the year	Deletions during the year	As at March 31, 2023	As at April 1, 2022	Charge for the year	Deletions during the year	As at March 31, 2023	As at March 31, 2023
Furnitures & Fixtures	1,770.88	232.00	-	2,002.88	763.14	180.32	-	943.46	1,059.42
Motor Vehicle	-	5,179.14	-	5,179.14	-	212.16	-	212.16	4,966.97
Computers	6,816.00	636.46	-	7,452.45	6,340.29	165.14	-	6,505.43	947.02
Office Equipment	884.85	-	-	884.85	659.68	138.48	-	798.16	86.69
Leasehold Improvement	13,766.53	8,885.80	-	22,652.33	11,647.77	2,144.68	-	13,792.45	8,859.88
Computers Software	239.80	11.77	-	251.57	101.11	77.19	-	178.30	73.27
<b>Total</b>	<b>23,478.06</b>	<b>14,945.17</b>	<b>-</b>	<b>38,423.22</b>	<b>19,511.99</b>	<b>2,917.97</b>	<b>-</b>	<b>22,429.96</b>	<b>15,993.25</b>

**As at March 31, 2022**

Description	Gross Block (at cost)				Depreciation/Amortization				Net Block
	As at April 1, 2021	Additions during the year	Deletions during the year	As at March 31, 2022	As at April 1, 2021	Charge for the year	Deletions during the year	As at March 31, 2022	As at March 31, 2022
Furnitures & Fixtures	1,770.88	-	-	1,770.88	600.28	162.85	-	763.14	1,007.74
Computers	6,660.63	155.37	-	6,816.00	6,315.03	25.26	-	6,340.29	475.71
Office Equipment	884.85	-	-	884.85	491.67	168.02	-	659.68	225.17
Leasehold Improvement	13,766.53	-	-	13,766.53	9,033.56	2,614.21	-	11,647.77	2,118.76
Computers Software	239.80	-	-	239.80	25.17	75.94	-	101.11	138.69
<b>Total</b>	<b>23,322.69</b>	<b>155.37</b>	<b>-</b>	<b>23,478.06</b>	<b>16,465.71</b>	<b>3,046.28</b>	<b>-</b>	<b>19,511.99</b>	<b>3,966.07</b>

**11. Non-Current Investments**

	As at March 31, 2023 (Rupees)	As at March 31, 2022 (Rupees)
Investment in Equity instruments (Fully Paid up)	2,00,890.00	-
	<u>2,00,890.00</u>	<u>-</u>

**Note:** Investment in Subsidiary company

**12. Long-term Loans and Advances**

	As at March 31, 2023	As at March 31, 2022
Unsecured considered good, unless otherwise stated:		
- Considered good	2,705.43	249.00
- Restructure Loan	-	-
- Considered doubtful	-	38.65
	<u>2,705.43</u>	<u>287.65</u>
Other Loans and advances		
Balances with GST Authorities	12,563.02	8,073.42
Tax Deducted at source	1,081.15	257.89
<b>Total</b>	<u><u>16,349.60</u></u>	<u><u>8,618.96</u></u>

**13. Other Non-Current Assets**

	As at March 31, 2023	As at March 31, 2022
Security Deposits	1,982.36	1,982.36
	<u>1,982.36</u>	<u>1,982.36</u>

**14. Current Investment**

	As at March 31, 2023	As at March 31, 2022
Investment in Mutual Fund		
Quoted:		
ICICI Prudential Overnight Fund Direct Plan Growth		
1,49,021.778 Units of Rs. 1207.9113 each	1,80,005.09	89,995.50
(Previous Year: 7,85,328.462 Units of Rs. 114.596 each)		
	<u>1,80,005.09</u>	<u>89,995.50</u>

\* Valuation of Mutual Fund done on the basis of lower of cost and fair value

**15. Cash and bank balances**

**15.1. Cash and Cash Equivalents**

	As at March 31, 2023	As at March 31, 2022
Bank Balances in Current Accounts	37,166.84	81,567.32
<b>Total</b>	<u>37,166.84</u>	<u>81,567.32</u>

**15.2. Bank Balance other than Cash and Cash Equivalents**

	As at March 31, 2023	As at March 31, 2022
Fixed deposits		
With Bank without Lien with maturity maturing between 3 Months to 12 Months	34,644.01	7977.90
With Bank with Lien with maturity between 3 Months to 12 Months	9,500.00	-
<b>Total</b>	<u>44,144.01</u>	<u>7,977.90</u>
<b>Grand Total</b>	<u><u>81,310.85</u></u>	<u><u>89,545.22</u></u>

16. Short-term loan and advances

	As at March 31, 2023	As at March 31, 2022
Unsecured considered good, unless otherwise stated:		
Consumer / Personal Loans		
- Considered good	2,28,188.88	31,904.49
- Restructure Loan	-	-
- Considered doubtful	185.26	4,793.36
	<u>2,28,374.14</u>	<u>36,697.85</u>
Other loans and advances:		
Prepaid Expenses	418.45	768.42
Other advances	-	45.29
<b>Total</b>	<u><b>2,28,792.59</b></u>	<u><b>37,511.56</b></u>

17. Other current assets

	As at March 31, 2023	As at March 31, 2022
Unsecured considered good, unless otherwise stated:		
Interest accrued on fixed deposits	882.93	99.18
Interest accrued on lending activity	4,134.57	939.84
Other Receivables	2,580.66	1,297.30
Other Assets	30,249.01	1,500.00
<b>Total</b>	<u><b>37,847.17</b></u>	<u><b>3,836.32</b></u>

18. Revenue from operations

	For the year ended March 31, 2023	For the year ended March 31, 2022
<b>Interest on loan</b>		
Consumer / Personal Loans	66,844.93	13,046.60
<b>Other Operating Revenue</b>		
Processing Fees	9,951.81	1,871.49
Penal Interest	1,203.11	923.65
Cheque Bounced Charges	1,951.31	3,303.50
Early Settlement Fee	3.80	-
MDR Charges (Merchant Discount Rate)	2,370.38	1,565.38
Professional Fees	-	1,200.00
<b>Total</b>	<u><b>82,325.34</b></u>	<u><b>21,910.62</b></u>

19. Other Income

	For the year ended March 31, 2023	For the year ended March 31, 2022
Gain on redemption of Mutual fund Units	6,781.04	911.58
Interest on fixed deposit	1,289.02	495.56
Interest on income tax refund	13.02	4.49
Supervision and Oversight Services	7,721.98	-
Miscellaneous Income	224.33	24.03
<b>Total</b>	<u><b>16,029.39</b></u>	<u><b>1,435.66</b></u>

20. Employee benefits expense

	For the year ended March 31, 2023	For the year ended March 31, 2022
Salaries, allowances and bonus	53,413.64	40,873.38
Contribution to Various funds	2,081.99	2,262.37
Gratuity (Refer Note (a) below)	598.09	260.81
Compensated Absences (Refer Note (b) below)	127.86	(230.80)
Staff Welfare Expenses	349.61	103.90
<b>Total</b>	<u><b>56,571.19</b></u>	<u><b>43,269.66</b></u>

Defined Contribution plan

	For the year ended March 31, 2023	For the year ended March 31, 2022
Provident Fund	1,757.96	1,855.20
Pension Fund	219.60	295.37
EDLI & other	22.03	22.20
Admin Charges	82.40	89.61
<b>Total</b>	<u><b>2,081.99</b></u>	<u><b>2,262.38</b></u>

**Defined benefit plan**

**(a) Gratuity**

Every employee is entitled to a benefit equivalent to fifteen days salary last drawn for each completed year of service in line with the Payment of Gratuity Act, 1972. The same is payable at the time of separation from the Company or retirement, whichever is earlier. Gratuity liability is a defined benefit obligation and is wholly unfunded. The Company accounts for liability for future gratuity benefits based on an actuarial valuation.

**(i) Changes in Present value of the obligation and in the Fair Value of Assets**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Present value of Obligation at the beginning of the year	1,841.68	1,580.87
Interest cost	106.96	88.27
Current service cost	953.49	938.51
Actuarial (gain) / loss on obligation	(462.36)	(765.97)
<b>Balance at the end of the year</b>	<b>2,439.77</b>	<b>1,841.68</b>

**(ii) Balance Sheet Recognition**

Present Value of Obligation	2,439.77	1,841.68
Fair Value of Plan Assets	N.A.	N.A.
Liability (Assets)	2,439.77	1,841.68
Unrecognised Past Service Cost	N.A.	N.A.
<b>Liability (Asset) recognised in the Balance Sheet-Long term provision.</b>	<b>2,439.77</b>	<b>1,841.68</b>

**(iii) Expense in Statement of Profit and Loss**

Current Service Cost	953.49	938.51
Interest Cost	106.96	88.27
Expected return on plan assets	N.A.	N.A.
Net Actuarial (gain) loss recognised in the year	(462.36)	(765.97)
Past Service Cost	N.A.	N.A.
<b>Expenses Recognised in the Statement of P&amp;L</b>	<b>598.09</b>	<b>260.81</b>

**(iv) Movement in the Net Liability recognised in the Balance Sheet**

Opening Liability	1,841.68	1,580.87
Expenses	598.09	260.81
<b>Closing Net Liability</b>	<b>2,439.77</b>	<b>1,841.68</b>

**(v) Actuarial assumptions**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Discount rate	7.12% p.a.	5.85% p.a.
Rate of increase in compensation levels	10.00% p.a.	10.00% p.a.
Attrition	20.00% p.a.	20.00% p.a.
Mortality	IALM* (2012-14) Ultimate	IALM* (2012-14) Ultimate
Retirement	60 years	60 years

\* India Assured Lives Mortality

**Experience Adjustment**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Defined benefit obligation	2,439.77	1,841.68
Plan assets	-	-
(Surplus) / Deficit	2,439.77	1,841.68
(Gain)/Loss on obligation due to change in Assumption	(133.89)	(24.34)
Experience adjustment on plan liabilities - Gain / (Loss)	(328.48)	(741.63)
Experience adjustment on plan assets - Gain / (Loss)	-	-

**(b) Compensated absences**

(i) Compensated leave may be accumulated as per the applicable state law. Accumulation will be capped at 30 days. Any excess accumulation will automatically lapse, if not availed.

(ii) Encashment of Privileged leave will be allowed only at the time of separation from the company and will be governed by the existing Income Tax laws.

(iii) On retiring/resignation from the Company, an employee may encash his pending leave balance up to the maximum eligible limit stated above as per applicable laws and this Policy.

The liability for compensated absences is recognised as under:

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Long-term provisions	806.92	408.51
Short-term provisions	186.30	517.92

**21. Finance costs**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Interest on Borrowings	10,480.72	3,335.45
Bank charges	1,242.19	229.22
Processing Fees	5,282.09	243.00
<b>Total</b>	<b>17,005.00</b>	<b>3,807.67</b>

**22. Depreciation and Amortisation**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Depreciation on tangible assets	2,840.79	2,970.33
Amortisation of intangible assets	77.19	75.94
<b>Total</b>	<b>2,917.98</b>	<b>3,046.27</b>

**23. Other expenses**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Rent (Refer note 30)	5,322.65	5,322.65
Advertisement and business promotion	7,330.72	3,942.35
Commission	23,210.82	3,294.97
Legal and professional fees	71,504.15	8,091.39
Payment to auditors :		
Audit fees	381.50	381.50
Other certification	158.05	-
Postage, courier & telephone	888.80	866.17
Electricity	521.21	447.85
Repairs and Maintenance expenses - others	365.69	39.11
Office expenses	9,250.75	5,297.27
Travelling and conveyance	3,604.92	726.30
Miscellaneous	492.12	142.55
<b>Total</b>	<b>1,23,031.38</b>	<b>28,552.11</b>

**23.a Legal & Professional Fees includes :**

Registrar of Company Fees for increase in share Capital	1,068.65	937.50
Stamp Duty on issue of share capital	100.00	250.00
	<b>1,168.65</b>	<b>1,187.50</b>

**24. Provisions and write offs**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Provisions on Standard Assets	472.94	19.56
Provision on Non Performing Assets	185.26	1,793.86
Provision for Contingencies	-	289.05
Loss Asset Write Off	4,033.46	-
	<b>4,691.66</b>	<b>2,102.47</b>

**25. Earnings per share**

	For the year ended March 31, 2023	For the year ended March 31, 2022
Loss for the year	(1,05,862.48)	(57,431.90)
Basic number of equity shares outstanding during the year	1,18,166	98,625
Weighted average number of equity shares outstanding during the year	1,08,942	86,000
Earnings Per Share (basic)	(1,289.12)	(699.37)
Earnings Per Share (diluted)	(971.74)	(667.81)
Face value per share (Rs.)	5,000	5,000

**Monedo Financial Services Private Limited**  
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*(All amounts in INR '000)*

**26. Receivables from Lending Activity**

Particulars	For the year ended March 31, 2023		
	Long Term Loans & Advances	Short Term Loans & Advances	Total
<b>Consumer / Personal Loans</b>			
Standard	2,705.43	2,28,188.88	2,30,894.31
Restructured	-	-	-
Sub-standard	-	185.26	185.26
<b>Grand Total</b>	<b>2,705.43</b>	<b>2,28,374.14</b>	<b>2,31,079.57</b>

**27. Taxation**

- (i) The Company has incurred loss during the financial year and hence no provision for tax liability has been accrued in view of taxable losses for the year.
- (ii) In view of prudence, no deferred tax asset has been recognised. Components of deferred tax are as follows:

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Deferred Tax Liability</b>		
Timing Difference between book depreciation and depreciation as per Income Tax Act, 1961	-	-
Pre-incorporation Expenses	-	-
Employee Benefits u/s 43B	-	1,360.25
Lease Equalisation Reserve	-	-
<b>Deferred Tax Liability – total (A)</b>	<b>-</b>	<b>1,360.25</b>
<b>Deferred Tax Assets</b>		
Employee Benefits u/s 43B	-	-
Timing Difference between book depreciation and depreciation as per Income Tax Act, 1961	50.50	290.72
Provisions and Contingencies	48.17	546.64
Lease Equalisation Reserve	13.37	180.43
<b>Deferred Tax Asset – total (B)</b>	<b>112.04</b>	<b>1,017.79</b>
<b>Restricted to Deferred Tax liability</b>	<b>-</b>	<b>1,017.79</b>

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**28. Dues to micro, small and medium enterprises**

There are no dues (including interest) to micro, small and medium enterprises as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006. The information regarding micro, small and medium enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company.

	Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
1	Principal amount due remaining unpaid	-	-
2	Interest amount due thereon and remaining unpaid	-	-
3	Amount of interest paid in terms of Section 18 of the MSMED Act 2006	-	-
4	Interest due and payable (under the MSMED Act 2006) which have not been paid (covering all payments)	-	-
5	The amount of interest accrued and remaining unpaid at the end of the accounting year (i.e. including amount brought forward from previous year)	-	-
6	Details on payments made in respect of outstanding as at Sl. No. 1 above.	-	-

**29. Related Party Transaction**

Names of related parties and description of relationships

List of related parties during the year:

Name of the party	Nature of relationship
Ashish Kohli	Managing Director & CEO
Ashish Runwal	Director & COO
Shruti Mehrotra	Director
Vikram Behari Kaushal	Director
Shashi Bhushanmani Tripathi	Director
Itraveleo Private Limited	Common Directorship
Monedo Housing Finance Private Limited	Subsidiary Company

Nature of transactions	Related Party Name	For the year ended March 31, 2023	For the year ended March 31, 2022
<b>(a) Transactions with related parties:</b>			
Remuneration paid *	Ashish Kohli	20,023.82	21,588.80
Remuneration paid *	Ashish Runwal	2,965.00	3,028.34
Loan taken	Itraveleo Private Limited	-	2,000.00
Loan Repayment		2,000.00	-
Interest		35.21	32.74
Commission		419.06	154.39
Investment		2,00,890.00	-
Supervision and Oversight Services	Monedo Housing Finance Private Limited	7,721.98	-
<b>(b) Balance at the year end:</b>			
Equity Shares	Ashish Kohli	4,10,595.00	4,10,595.00

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

*(All amounts in INR '000)*

Loan taken		-	2,000.00
Interest Payable	Itraveleo Private Limited	-	29.46
Commission Payable		39.74	29.19
Investment	Monedo Housing Finance	2,00,890.00	-
Trade Receivable	Private Limited	8,345.07	-

\* Post employment benefit and other long-term benefits are not disclosed as these are determined for the Company as a whole.

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**30. Leases**

The Company has entered into leave and license agreement for office premises effective from 1st October, 2020. Duration of the agreement is for year of 5 years with effect from 1st October, 2020 till 30th September 2025.

The agreement is a non-cancellable agreement for year of 3 years upto 30th September 2023. The total rent debited to Profit and loss during the year against such Leave and Licenses aggregated to Rs. 53,22,649.

With respect to operating lease till 30<sup>th</sup> September 2025, the future minimum lease payments are as follows,

Particulars	As at March 31, 2023	As at March 31, 2022
Not later than one year	5,069.70	4,716.00
Later than one year and not later than five years	8,017.20	13,086.90
Later than five years	-	-

**31. Segment Reporting**

In accordance with Accounting Standard-17 "Segment Reporting", the Company's business segment is providing unsecured loans and it has no other primary reportable segments.

Accordingly, the segment revenue, segment results, total carrying amount of segment assets and segment liability and total cost incurred to acquire segment assets, is as reflected in the Financial Statements as of and for the year ended 31st March 2022. There is no distinguishable component of the Company engaged in providing services in a different economic environment. The Company renders services in one geographical segment and has no offices outside India. Hence, there are no reportable geographical segments.

**32. Expenditure in foreign currency**

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Professional Fees	53,360.36	-
<b>Total</b>	<b>53,360.36</b>	<b>-</b>

**33. Movement in Provision for Contingencies**

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Opening Balance	289.05	1,500.00
Addition	-	289.05
Written Back	(289.05)	(1,500.00)
Closing Balance	-	289.05

**34. Non-Banking Finance Company Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions 2016.**

Information in accordance with the requirement of paragraph 19 of the Master Direction – Non-Banking Financial Company – Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions 2016 as amended time to time is given in Annexure I.



Particulars	For the year year March 31, 2023					For the year ended March 31, 2022				
	Standard	Sub Standard	Doubtful	Loss	Total	Standard	Sub Standard	Doubtful	Loss	Total
<b>Restructured Standard Advances cease to attract higher provision / risk weight and need to be shown as restructured standard advance</b>										
No. of Borrowers	-	-	-	-	-	-	-	-	-	-
Amount Outstanding	-	-	-	-	-	-	-	-	-	-
Provision Thereon	-	-	-	-	-	-	-	-	-	-
<b>Downgrade of restructured accounts</b>										
No. of Borrowers	-	-	-	-	-	2	-	2	-	-
Amount Outstanding	-	-	-	-	-	(146.63)	-	146.63	-	-
Provision Thereon	-	-	-	-	-	(14.66)	-	146.63	-	131.96
<b>Write offs/recoveries of restructured accounts</b>										
No. of Borrowers	-	-	-	-	-	-	-	-	-	-
Amount Outstanding- Write offs	-	-	-	-	-	-	-	-	-	-
Amount Outstanding- Recoveries	-	-	-	-	-	-	-	-	-	-
Provision Thereon	-	-	-	-	-	-	-	-	-	-
<b>Restructured Accounts Closing Balance</b>										
No. of Borrowers	-	-	-	-	-	-	-	-	-	-
Amount Outstanding	-	-	-	-	-	-	-	-	-	-
Provision Thereon	-	-	-	-	-	-	-	-	-	-

**41. Ratio Analysis:**

Particulars	Numerator and Denominator	For the year ended	For the year ended	% Variance
		March 31, 2023	March 31, 2022	
Current Ratio	(Current Assest/Current Liability)	1.91	9.80	-81%
Debt-Equity Ratio	(Total Debts/Shareholder's Equity)	0.49	0.05	970%
Debt Service Coverage Ratio	(EBITDA/(Principal+ Interest))	-1.10	-2.30	-52%
Return on Equity Ratio	(Net Profit After Taxes/Average EquityX100)	-31%	-27%	12%
Inventory Turnover Ratio	(Net Sales/Average Inventory)	N.A.	N.A.	N.A.
Trade Receivables Turnover Ratio	(Total Sales/Average Trade Receivables)	N.A.	N.A.	N.A.
Trade Payables Turnover Ratio	(Net Credit Purchases /Average Trade Payable)	N.A.	N.A.	N.A.
Net Capital Turnover Ratio	(Cost of Sales/Average Working Capital)	N.A.	N.A.	N.A.
Net Profit Ratio	(Net Profit/Net Sales X 100)	-108%	-246%	-56%
Return on Capital Employed	(Net Profit before Taxes/Capital Employed X 100)	-23%	-26%	-13%
Return on Investment	Net Profit After Taxes/(Equity or Investments)X100	N.A.	N.A.	N.A.

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

(All amounts in INR '000)

**Comments:**

Current Ratio	The current ratio has reduced mainly on account of reduction in surplus funds invested in mutual funds and balances with banks.
Debt Equity Ratio	The company has raised substantial debts during the year, which has resulted in an increase in the debt equity ratio.
Debt Service Coverage Ratio	The debt service coverage ratio has improved mainly on account of debt raised during the year.
Net Profit Ratio	The net profit ratio has improved mainly on account of an increase in revenue from operations.

**42. Prior year Comparatives**

Previous year's figures which are for the year April 1, 2021 to March 31, 2022 have been regrouped / reclassified wherever necessary to correspond with the current year (April 1, 2022 to March 31, 2023) classification / disclosure.

**43 Other Statutory Information**

- (i) The Company has not revalued any Property, Plant and Equipment. Accordingly, reporting on revaluation of Property, Plant and equipment is not applicable.
- (ii) No proceeding has been initiated or pending against the company for holding any Benami property under Benami Transaction ( Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (iii) The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory year.
- (iv) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (v) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (a) 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
  - (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- (vi) The Company has 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 Group shall:
- (a) 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
  - (b) provided any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- (vii) The Company has not disclosed any income in terms of any transaction which is not recorded in books of account that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- (viii) The Company has borrowed fund from financial institutions during the year under review.
- (ix) The quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts.
- (x) The Company has not granted any loans and advances in the nature of loans to promoters, directors, key management personnel (KMP) and the related parties as repayable on demand or guaranteed without specifying terms.
- (xi) The Company has complied with the number of layers prescribed under Clause (87) of Section 2 of the Act read with The Companies (Restriction on number of layer) Rules, 2017.
- (xii) The company have not been declared as wilful defaulter by any banks, financial institutions or other lenders.
- (xiii) Section 135 of the The companies Act, 2013 relating to CSR is not applicable to company
- (xiv) The company does not have any transaction with a company struck-off under the section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956 during the year.

Notes to the Financial Statements referred to herein above form an integral part of the financial statements.

**For M R B & ASSOCIATES**

Firm Registration No. 136306W  
Chartered Accountants

Sd/-  
**Manish R Bohra**  
Partner  
Membership No. 058431

**For and on behalf of the Board of Directors**

Sd/-  
**Ashish Kohli**  
Managing Director & CEO  
DIN: 08173836

Sd/-  
**Ashish Runwal**  
Director & COO  
DIN: 03382646

Place: Mumbai  
Date : 22/06/2023

Sd/-  
**Rohit Sharma**  
Company Secretary  
ACS No: 66161

**Monedo Financial Services Private Limited**  
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**Annexure I**

**Additional information for the period ended March 31, 2023 as required in terms of paragraph 19 of Master Direction - Non-Banking Financial Company - Non- Systematically Non Deposit taking Company (Reserve Bank) Directions, 2016**

Particulars	Amount Outstanding As at March 31, 2023	Amount Outstanding As at March 31, 2022
<b>(A) Liabilities Side</b>		
<b>1 Loans and advances availed by the Company inclusive of interest accrued thereon but not paid:</b>		
(a) Debentures : Secured	-	-
: Unsecured	-	-
(other than falling within the meaning of public deposits)		
(b) Deferred Credits	-	-
(c) Term Loans	2,37,659.31	7,610.40
(d) Intercompany loans and borrowing	-	2,029.46
(e) Commercial Papers	-	-
(f) Public Deposits	-	-
(g) Other Loans - Working Capital	-	-
<b>Total</b>	<b>2,37,659.31</b>	<b>9,639.86</b>
<b>(B) Asset Side</b>		
<b>(2) Break-up of Loans and Advances including bills receivables [other than those included in (4) below]:</b>		
(a) Secured	-	-
(b) Unsecured	2,31,079.56	36,985.50
<b>(3) Break-up of Leased Assets and stock on hire and other assets counting towards asset financing activities</b>		
(i) Lease assets including lease rentals under sundry debtors:		
(a) Financial lease	-	-
(b) Operating lease	-	-
(ii) Stock on hire including hire charges under sundry debtors:		
(a) Assets on hire	-	-
(b) Repossessed Assets	-	-
(iii) Other loans counting towards asset financing activities		
(a) Loans where assets have been repossessed	-	-
(b) Loans other than (a) above	-	-
<b>Total</b>	<b>2,31,079.56</b>	<b>36,985.50</b>

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**Annexure I**

**Additional information for the period ended March 31, 2023 as required in terms of paragraph 19 of Master Direction - Non-Banking Financial Company - Non- Systematically Non Deposit taking Company (Reserve Bank) Directions, 2016**

Particulars	Amount Outstanding March 31, 2023	Amount Outstanding March 31, 2022
<b>(4) Break-up of Investments :</b>		
Current investments:		
1. Quoted		
(i) Shares: (a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of Mutual funds	1,80,005.09	89,995.50
(iv) Government Securities	-	-
(v) Others	-	-
2. Unquoted		
(i) Shares: (a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of Mutual funds	-	-
(iv) Government Securities	-	-
(v) Others	-	-
Long Term investments		
1. Quoted		
(i) Shares: (a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of Mutual funds	-	-
(iv) Government Securities	-	-
(v) Others	-	-
2. Unquoted		
(i) Shares: (a) Equity	2,00,890.00	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of Mutual funds	-	-
(iv) Government Securities	-	-
(v) Others	-	-
<b>Total</b>	<b>3,80,895.09</b>	<b>89,995.50</b>

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**(5) Borrower group-wise classification of assets financed as in (2) and (3) above:**

Category	As at March 31, 2023			As at March 31, 2022		
	Amount (Net of provisioning)			Amount (Net of provisioning)		
	Secured	Unsecured	Total	Secured	Unsecured	Total
1. Related Parties						
(a) Subsidiaries	-	-	-	-	-	-
(b) Companies in the same group	-	-	-	-	-	-
(c) Other related parties	-	-	-	-	-	-
2. Other than related parties	-	2,30,894.31	2,30,894.31	-	35,191.64	35,191.64
<b>Total</b>	-	<b>2,30,894.31</b>	<b>2,30,894.31</b>	-	<b>35,191.64</b>	<b>35,191.64</b>

**(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):**

Category	As at March 31, 2023		As at March 31, 2022	
	Market Value/ Break-up or fair value or NAV March 31, 2023	Book Value (Net of Provisions) March 31, 2023	Market Value/ Break-up or fair value or NAV 2021- 22	Book Value (Net of Provisions) 2021-22
1. Related Parties				
(a) Subsidiaries	2,00,890.00	-	-	-
(b) Companies in the same group	-	-	-	-
(c) Other related parties	-	-	-	-
2. Other than related parties	1,80,089.99	1,80,005.09	89,995.50	89,995.50
<b>Total</b>	<b>3,80,979.99</b>	<b>1,80,005.09</b>	<b>89,995.50</b>	<b>89,995.50</b>

**(7) Other Information**

Particulars	Amount Outstanding	Amount Outstanding
	As at March 31, 2023	As at March 31, 2022
(i) Gross Non Performing Assets		
(a) Related Parties	-	-
(b) Other than related parties	185.26	1,793.86
(ii) Net Non-Performing Assets		
(a) Related Parties	-	-
(b) Other than related parties	-	-
(iii) Assets acquired in satisfaction of debt	-	-

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**Capital-to-Risk Weighted Assets Ratio (CRAR)**

Ratio	Numerator	Denominator	As at	As at	% Variance	Reasons
			March 31, 2023	March 31, 2022		
Capital-to-Risk Weighted Assets Ratio (CRAR)	Tier I CRAR + Tier II CRAR	Risk-Weighted Assets	69%	144%	-52%	The reduction in CRAR mainly on account of loss for the year and onward lending from debt funds.
Tier I CRAR	Consist of Equity Shares, Compulsorily Convertible Preference Shares, Reserve and Surplus, Deferred Revenue Expenditure, Intangible Assets and Investment in Subsidiary Company	N.A.	3,29,215.97	2,08,544.01	58%	The increase in mainly on account of fund raise.
Tier II CRAR	Consist of Undisclosed reserves, Revelation Reserve and General Provisions and Loss reserves	N.A.	-	-	-	

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**A) Exposure**

**1) Exposure to real estate sector**

Not Applicable

**2) Exposure to capital market**

Not Applicable

**3) Sectoral exposure**

Sectors	As at March 31, 2023			As at March 31, 2022		
	Total Exposure (includes on balance sheet and off- balance sheet exposure)	Gross NPAs	Percentage of Gross NPAs to total exposure in that sector	Total Exposure (includes on balance sheet and off- balance sheet exposure)	Gross NPAs	Percentage of Gross NPAs to total exposure in that sector
<b>1. Personal Loans</b>						
Others	2,009.47	-	0.00%	7,527.92	3,104.27	41.24%
<b>Total of Personal Loans</b>	<b>2,009.47</b>	<b>-</b>	<b>0.00%</b>	<b>7,527.92</b>	<b>3,104.27</b>	<b>41.24%</b>
<b>2. Other Loans</b>						
i POS Loans	27,052.95	185.26	0.68%	24,239.00	1,509.15	6.23%
ii Healthcare Financing Loans	1,57,127.95	-	0.00%	-	-	0.00%
iii E-Bike Loans	10,503.92	-	0.00%	-	-	0.00%
iv Supply Chain Financing Loans	34,385.26	-	0.00%	-	-	0.00%
v Digital Lending Loans	-	-	0.00%	218.59	218.59	100.00%
vi Term Loans	-	-	0.00%	5,000.00	-	0.00%
<b>Total of Other Loans</b>	<b>2,29,070.08</b>	<b>185.25</b>	<b>0.08%</b>	<b>29,457.58</b>	<b>1,727.73</b>	<b>5.87%</b>

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(All amounts in INR '000)

**B) Related Party Disclosure**

Related Party	Parent (as per ownership or control)		Subsidiaries		Associates/ Joint ventures		Key Management Personnel		Relatives of Key Management Personnel		Others		Total	
	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at
Items	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Borrowings	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Placement of deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Advances	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Investments	-	-	2,00,890.00	-	-	-	-	-	-	-	-	-	2,00,890.00	-
Purchase of fixed/other assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of fixed/other assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest paid	-	-	-	-	-	-	-	-	-	-	35.21	32.74	35.21	32.74
Interest received	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Others</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-
i Supervision and Oversight Services	-	-	7,721.98	-	-	-	-	-	-	-	-	-	7,721.98	-
ii Remuneration paid	-	-	-	-	-	-	22,988.82	24,617.15	-	-	-	-	22,988.82	24,617.15
iii Loan Repayment	-	-	-	-	-	-	-	-	-	-	2,000.00	-	2,000.00	-
iv Commission	-	-	-	-	-	-	-	-	-	-	419.06	154.39	419.06	154.39

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**C) Disclosure of complaints**

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

Sr. No	Particulars	As at	As at
		March 31, 2023	March 31, 2022
Complaints received by the NBFC from its customers			
1.	Number of complaints pending at beginning of the year	-	-
2.	Number of complaints received during the year	160	43
3.	Number of complaints disposed during the year	160	43
3.1	Of which, number of complaints rejected by the NBFC	-	-
4.	Number of complaints pending at the end of the year	-	-
Maintainable complaints received by the NBFC from Office of Ombudsman			
5	Number of maintainable complaints received by the NBFC from Office of Ombudsman	3	2
5.1.	Of 5, number of complaints resolved in favour of the NBFC by Office of Ombudsman	3	2
5.2	Of 5, number of complaints resolved through conciliation/mediation/advisories issued by Office of Ombudsman	-	-
5.3	Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the NBFC	-	-
6	Number of Awards unimplemented within the stipulated time (other than those appealed)	-	-

**Monedo Financial Services Private Limited**  
**(Formerly known as Kreditech Financial Services Private Limited)**

CIN : U65100MH2017PTC294521

(All amounts in INR '000)

**C) Disclosure of complaints**

**2) Top five grounds of complaints received by the NBFCs from customers**

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
1	2	3	4	5	6
<b>As at March 31, 2023</b>					
Ground - 1	Update in the status of the loan at the Credit Information Companies.	7	-46%	-	-
Ground - 2	Direct Debit/ECS by Monedo for a repayment paid in advance or paid to the Merchant Partner	116	955%	-	-
Ground - 3	Related of NOC	12	-	-	-
Ground - 4	Related to Refund request	19	-	-	-
Ground - 5	Related to product or delivery	4	-	-	-
<b>Total</b>		<b>158</b>	<b>445%</b>	-	-
<b>As at March 31, 2022</b>					
Ground - 1	Update in the status of the loan at the Credit Information Companies.	13	-	-	-
Ground - 2	Direct Debit/ECS by Monedo for a repayment paid in advance or paid to the Merchant Partner	11	-	-	-
Ground - 3	Cancellation of loans	3	-	-	-
Ground - 4	Bounce charges charged by Monedo Financial Services & by the borrower's bank as a result of an unsuccessful direct debit.	1	-	-	-
Ground - 5	Miscellaneous i.e. change of device, technical issues with the device etc	1	-	-	-
<b>Total</b>		<b>29</b>	-	-	-