



Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the guidance note issued by the ICAI.

As per our report of even date attached

PLACE : THRISSUR
DATE :04/08/2021

For R.Rajan Associates
Chartered Accountants
Firm Registration No : 003422S
Sd/-
C A C.K.VASUDEVAN Partner (M. No: 018979)
UDIN: 21018979AAABMU7911



THE PARISH CHIT COMPANY LIMITED, CHERPU
CIN:U65992KL1926PLC000848
BALANCE SHEET AS AT 31 MARCH,2021

	Particulars		March 31,2021	March 31,2020
I	EQUITY AND LIABILITIES			
1	<u>Shareholder's Fund</u>			
a)	Share Capital	3	1,60,00,000.00	1,60,00,000.00
b)	Reserves and Surplus	4	1,31,65,272.67	1,22,39,352.92
c)	Money received against Share warrants			
2	Share Application Money pending allotment			
3	<u>Non -Current liabilities</u>			
a)	Long term Borrowing	5	8,26,01,450.00	8,85,51,168.00
b)	Deferred tax Liabilities	6	12,103.00	
c)	Other Long Term Liabilities			
d)	Long Term Provisions	7	5,14,045.00	6,71,298.00
4	<u>Current Liabilities</u>			
a)	Short Term Borrowings			
b)	Trade Payables			
c)	Other Current Liabilities	8	2,60,64,795.68	3,23,31,529.44
d)	Short Term Provisions	9	69,004.00	4,52,600.00
	TOTAL		13,84,26,670.35	15,02,45,948.36
II	ASSETS			
1	<u>Non Current Assets</u>			
a)	<u>Fixed Assets</u>			
i)	Tangible Assets	10	76,34,048.74	75,79,027.62
ii)	Intangible Assets	10	8,811.63	10,530.14
iii)	Capital Working Progress			
iv)	Intangible Assets Under Development			
b)	Non Current Investments	11	49,999.00	49,999.00
c)	Deferred Tax	12	-	43,390.00
d)	Long Term Loans and Advances	13	3,24,09,827.00	3,62,65,933.00
e)	Other Non Current Assets	14	5,000.00	5,000.00
2	<u>Current Assets</u>			
a)	Current Investments			
b)	Inventories			
c)	Trade Recievables			
d)	Cash and Cash Equalents	15	5,72,49,471.60	5,96,05,121.87
e)	Short Term Loans and Advances			
f)	Other Current Assets	16	4,10,69,512.38	4,66,86,946.72
	TOTAL		13,84,26,670.35	15,02,45,948.36

Note 3 to 15 and 1 form part of Balance Sheet

For and on behalf of the Board of Directors

REV. Fr.POOVATHINGAL KURIAPPAN PRINCE (DIN:08704861) Sd/-
 Mr. JIJO GEORGE (DIN:03473903) Sd/-
 Mr. THOMAS THATTIL KADA VAREETH (DIN:03255928) Sd/-
 Mr. ANTONY KUNJAMARA RAPPAL (DIN:00499007) Sd/-
 Mr. LIMSON JOSE (DIN:06825376) Sd/-
 Mr. ANTO CHEENAPILLY VARGHESE (DIN:07645303) Sd/-
 Mr. JOSE EDATHURUTHIKARAN AUGUSTY (DIN:07645305) Sd/-
 Mr PAUL KUNDUPARAMBAN ANTONY.(DIN:07989995) Sd/-
 Mr. GEORGE KUTTIKADAN JOSEPH(DIN:07990013) Sd/-
 Mr. VINCENT CHEMBAN VAREED(DIN:08306896) Sd/-

For R. Rajan Associates
Chartered Accountants
Firm Registration No : 003422S
 Sd/-
CA.C K VASUDEVAN FCA
Partner
M. No: 018979
UDIN : 21018979AAABMU7911



THE PARISH CHIT COMPANY LIMITED, CHERPU
CIN:U65992KL1926PLC000848
PROFIT & LOSS ACCOUNT ON 31-03-2021

	Particulars		March 31,2021	March 31,2020
I	Revenue from Operations	17	1,23,20,030.73	1,52,22,159.19
II	Other Income	18	11,09,508.00	12,12,641.00
III	Total Revenue (I+II)		1,34,29,538.73	1,64,34,800.19
IV	Expenses			
	Employee benefit expenses	19	13,15,820.00	12,82,155.00
	Finance costs	20	75,13,937.00	91,36,678.15
	Depreciation & Amortisation expenses	21	91,165.40	99,038.11
	Other expenses	22	23,17,405.58	38,55,239.77
	Total expenses		1,12,38,327.98	1,43,73,111.03
V	Profit before exceptional & extraordinary items & tax (III-IV)		21,91,210.75	20,61,689.16
VI	Exceptional items		-	-
VII	Profit before extraordinary items & tax (V-VI)		21,91,210.75	20,61,689.16
VIII	Extraordinary items		-	-
IX	Profit before tax (VII-VIII)		21,91,210.75	20,61,689.16
X	Tax expenses			
	1) Current tax		4,29,670.00	4,52,600.00
	2) Previous year tax		(19,872.00)	1,21,065.00
	3) Deferred tax		55,493.00	2,23,759.00
XI	Profit /(loss) for the period from continuing operations (VII-VIII)		17,25,919.75	12,64,265.16
XII	Earnings from equity share			
	1) Basic	23	1.08	0.79
Schedule 16 to 21 form part of Profit and Loss Account				

For and on behalf of the Board of Directors

REV. Fr.POOVATHINGAL KURIAPPAN PRINCE (DIN:08704861)

Sd/-

Mr. JIJO GEORGE (DIN:0003473903)

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Mr. THOMAS THATTIL KADA VAREETH(DIN:0003255928)

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Mr. ANTONY KUNJAMARA RAPPAL(DIN:0000499007)

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Sd/-

For R. Rajan Associates

Chartered Accountants

Firm Registration No : 003422S

Sd/-

CA.C K VASUDEVAN FCA

Partner

M. No: 018979

UDIN : 21018979AAABMU7911

Place: Cherpu

Date: 04-08-2021



THE PARISH CHIT COMPANY LIMITED, CHERPU CIN:U65992KL1926PLC000848 CASH FLOW STATEMENT AS AT 31ST MARCH,2021			
		as at 31st March, 2021	as at 31st March, 2020
Cash flow from operating activities			
Net Profit/ Loss as per profit and loss account		21,91,210.75	20,61,689.16
Add:- Non operating expenses			
Deferred Tax			
Depreciation		91,165.40	99,038.11
Profit on sale of Fixed Assets			-
Provision For Gratuity		73,141.00	90,795.00
Provision for taxation			
Gratuity Paid		(2,30,394.00)	-
Operating profit before working capital changes		21,25,123.15	22,51,522.27
<u>Add:- Decrease in current assets and Increase in Current Liabilities</u>			
Decrease in Current Assets		56,90,694.34	15,97,360.01
Increase in current liabilities		14,11,106.58	1,42,94,834.38
<u>Less : Increase in current assets and Decrease in current liabilities</u>			
Increase in current assets		(73,260.00)	-
Decrease in current liabilities		(80,61,436.35)	(2,68,38,230.00)
Net cash generated from operating activities		10,92,227.72	(86,94,513.34)
Income tax paid		(4,09,798.00)	(5,73,665.00)
Net cash flow from Operating activities		6,82,429.72	(92,68,178.34)
Cash flow from Investing Activities			
Advance for land		-	29,00,400.00
Purchase of Fixed Assets		(1,44,468.00)	(13,73,489.00)
Sale of Fixed Assets		-	-
Net Cash flow used in Investing Activities		(1,44,468.00)	15,26,911.00
Cash flow from Financing Activities			
Repayment of Deposit		(77,49,718.00)	
Repayment of FD Loan		(8,00,000.00)	
Acceptance of FD Loan		26,00,000.00	
Dividend Paid		(8,00,000.00)	(8,00,000.00)
Dividend tax Paid		-	(1,64,442.00)
Decrease in Mortgage Loan		26,23,756.00	18,18,571.00
Decrease in Pass Book Loan		12,32,350.00	13,85,998.00
Net Cash flow used in Financing Activities		(28,93,612.00)	22,40,127.00
Net Increase/(decrease) in Cash and Cash Equivalents		(23,55,650.28)	(55,01,140.34)
Add:- Opening Cash and Cash Equivalents		5,96,05,121.87	6,51,06,262.21
Closing Cash and Cash Equivalents		5,72,49,471.59	5,96,05,121.87

For and on behalf of the Board of Directors

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For R. Rajan Associates**Chartered Accountants****Firm Registration No : 003422S****Sd/-****CA.C K VASUDEVAN FCA****Partner****M. No: 018979****UDIN : 21018979AAABMU7911**

Place: Cherpu

Date: 04-08-2021



NOTES TO THE FINANCIAL STATEMENTS

1. Corporate Information

THE PARISH CHIT COMPANY LIMITED, CIN: U65992KL1926PLC000848("the Company")Parish Building, Main Road, Cherpu P O.Thrissur, Pin:680561 is a Public company which is engaged primarily in chitty business. The Chitty business is coming under the concept of Rotating Savings and Credit Association (ROSCA). This activity is a part of financial inclusion and coming under Section 45-I(c)(v) of Reserve Bank of India Act, 1934. This activity is governed by Miscellaneous Non-Banking Companies (Reserve bank) Directions, 1977. In most of the states of India, it is regulated by The Chit Fund Act, 1982.

Chitty means a transaction, whether called Chitty or Kuri, by which one or more persons, hereinafter called the "foreman" or "foremen" enter into an agreement with a number of persons that every one of the contracting parties shall subscribe a certain amount of money or quantity of grain or other commodity by periodical installments for a certain definite period and that each in his term as determined by lot or by auction or by both, shall be entitled to the prize amount, whether payable in cash, kind or any other article of value or in such other manner as may be provided for in the agreement.

2. Summary of Significant accounting policies

2.1 Basis of Preparation and presentation of financial statement

The Financial Statements of the company have been prepared in accordance with Generally Accepted Accounting Principles in India (Indian GAAP). The company has prepared these Financial Statements to comply in all material respects with Accounting Standards notified under The Companies (Accounts) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 2013. The Financial Statements have been prepared on an accrual basis and under the historical cost convention. The Accounting Policies adopted in the preparation of Financial Statements are consistent with those of previous year, except for the change in Accounting Policy mentioned below.

The principal activity of the company is conducting chits as defined under section 2(b) of The Chit Fund Act, 1982. The company being the Foreman as defined under section 2(j) of the said Act, is deriving income from conducting chits. Since there is running account for each Chit and no separate due dates are identifiable as service is rendered on a continuous basis, the amount due to/from the total chit scheme is shown under Other Current Liabilities/ Other Current Assets respectively. Hence the period of receivables/payables cannot be ascertained with certainty. The company is receiving commission for conducting chits; the commission received is shown in the Statement of profit and loss under the head 'Revenue from operation. Transactions with each scheme of Kuri/ Chit are considered as related party transactions as defined under AS-18.

During the year ended 31 March 2021, The Company has complied with Schedule III notified under the Companies Act 2013, for preparation and presentation of its financial statements. The company has also reclassified the previous year figures in accordance with the requirements applicable in the current year. The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as on the date of the financial statements and the reported income and expenses during the reporting period. The estimates and assumptions used in the financial statements are based upon the Management's evaluation of the relevant facts and circumstances as on the date of financial statements. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

The Company has considered the possible effects that may result from COVID-19 on the carrying amounts of financial assets, receivables, advances, properties and assets, Intangibles etc. as well as liabilities accrued. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the Company has used internal and external information such as our current contract terms, financial strength of partners, investment profile, future volume estimates from the business etc. Having reviewed the underlying data and based on current estimates the Company expects the carrying amount of these assets will be recovered and there is no significant impact on liabilities accrued. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic condition

2.2 Tangible Assets

Fixed Assets are stated at cost less accumulated depreciation. The cost includes purchase consideration, financing costs till commencement of commercial production and other directly attributable costs incurred to bring an Asset to its working condition for its intended use. Subsidy received towards specific assets is reduced from the cost of fixed assets. Fixed assets taken on Finance Lease are capitalized. The costs of Assets not ready for use as at the Balance Sheet date are disclosed under Capital Work- In-Progress.

2.3 Depreciation on tangible fixed assets

Depreciation on fixed assets is calculated on written down value basis using the rates arrived at based on the useful lives prescribed under the Schedule II to the Companies Act, 2013. The company has used the following useful lives to provide depreciation on its fixed assets.



Asset	Useful Life
Premises & Building	60yrs
Furniture & Fittings	10yrs
Electrical Fittings	10 yrs
Computer	3 yrs
Office Equipment	5 yrs

Pursuant to the enactment of Companies Act 2013, the company has applied the estimated useful lives as specified in schedule II. Accordingly the unamortized carrying value is being depreciated/amortized over the revised/remaining useful lives.

2.4 Intangible Assets

Intangible Assets are recorded at the consideration paid for acquisition less accumulated amortization and accumulated impairment, if any. Intangible assets are amortized over their estimated useful life subject to a maximum period of 10 years on straight line basis, commencing from the date the asset is available to the company for its use.

2.5 Borrowing Costs

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognized in the Statement of Profit and Loss in the period in which they are incurred.

2.6 Impairment

An asset is impaired when the carrying amount of the asset exceeds its recoverable amount. An enterprise should assess at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists; the enterprise should estimate the recoverable amount of the asset.

2.7 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 long term investments. Current investments are carried at cost or fair value, whichever is lower. Long-term investments are carried at cost.

2.8 Foreign currency transaction

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. 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.

All monetary assets and liabilities in foreign currency are restated at the end of accounting period. A monetary asset or liability is termed as a long-term foreign currency monetary item, if the asset or liability is expressed in a foreign currency and has a term of 12 months or more at the date of origination of the asset or liability. Exchange differences on restatement of all other monetary items are recognized in the Statement of Profit and Loss.

Foreign operations are classified as either 'integral' or 'non-integral' operation. Exchange differences arising on a monetary item that, in substance, forms part of an enterprise's net investment in a non-integral foreign operation are accumulated in the Foreign Currency Translation Reserve until the disposal of the net investment, at which time they are recognized as income or as expenses. The financial statements of an integral foreign operation are translated using the principles and procedures as if the transactions of the foreign operation are those of the Company itself.

There are no foreign currency dealings during the year.

2.9 Recognition of Income & Expenditure

1.

(i) Foreman's commission is taken into account on the due date of kuri payment is conducted. In case of forfeited tickets, only the actual amount received is credited to Foreman's commission account.

(ii) Auction discount forfeited and collected from defaulted subscribers is treated as income of the foreman, and is taken into credit only when the chit installments are collected.

(iii) The surplus in suit filed account if any, is credited at the time of final settlement. Because of the uncertainty of the rate of interest on suit filed account, the interest receivable is not taken into account.



- (iv) Profit on terminated kuries are recognized as income on termination of each kuries.
- 2. Interest: Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.
- 3. Expenditure are recognized on accrual basis.

2.10 Employee Benefits

Short term Employee Benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. These benefits include compensated absence such as paid annual leave and sickness leave. The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognized as an expense during the period.

Long term Employee Benefits

Defined benefit plans:

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. 15 days salary for every completed year of service and vesting period is 5 years.

2.11 Taxes on Income

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India.

Deferred tax charge or credit reflects the tax effects of timing difference between accounting income and taxable income for the period. The deferred tax charge of credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carry forward losses, deferred tax assets are recognized, only if there is virtual certainty of realization of such assets. Deferred tax assets are reviewed at each Balance Sheet date and are written-down or written-up to reflect the amount that is reasonably/ virtually certain (as the case may be) to be realized.

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.

In accordance with transitional provisions contained in Schedule II of the Companies Act 2013, the Company has adjusted to be retained earnings carrying amount of fixed assets after retaining residual value, where residual value Nil, the tax effect of the same has been also adjusted directly against the retained earnings in accordance with the ICAI announcement "Tax effect of expenses/ income adjusted directly against the reserves and /or Securities Premium Account.

2.12 Provisions and Contingent Liabilities

Provisions: Provisions are recognized 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 present 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, is termed as a contingent liability.

Contingent Liabilities are not recognized but are disclosed in the Notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

2.13 Earnings per Share

Basic earnings per share are 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.

**3 EQUITY & LIABILITIES****3.1 Share Capital :NOTE 3**

Authorised, Issued, subscribed & paid up capital comprises of equity shares of Rs.10 each

	As at 31-03-2021	As at 31-03-2020
<u>Authorised</u>		
20,00,000 equity shares of Rs.10 each	20,00,000.00	20,00,000.00
(previous year 20,00,000 equity shares of Rs.10 each)		
<u>Issued & Subscribed</u>		
16,00,000 equity share of Rs.10 each	16,00,000.00	16,00,000.00
(previous year 16,00,000 equity share of Rs.10 each)		
<u>called up & Paid up</u>		
16,00,000 equity share of Rs.10 each	16,00,000.00	16,00,000.00
(previous year 16,00,000 equity share of Rs.10 each)		

3.2 Reconciliation of number of shares

	As at 31-03-2021		As at 31-03-2020	
	Number of shares	Amount	Number of shares	Amount
Equity shares				
Opening balance	1,600,000.00	16,00,000.00	1,600,000.00	16,00,000.00
Changes during the year	-	-	-	-
Closing balance	1,600,000.00	16,00,000.00	1,600,000.00	16,00,000.00

3.3 Rights & Restrictions attached to share

The company has only one class of equity shares having a par value of Rs.10 each. Each shareholder is eligible for one vote per share held.

3.4 Details of shares held by shareholders holding more than 5% of the aggregate shares in the company

Sl.No	Particulars	As at 31-03-2021		As at 31.03.2020	
		No of shares held	% of holding	No of shares held	% of holding
	Trustee Cherpu Parish Charitable Trust	689,227.00	43.08%	689,227.00	43.08%
	Anto C V	83,885.00	5.24%	83,885.00	5.24%

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2021**4 Reserves & Surplus :NOTE 4****Reserves and Surplus consist of the following reserves**

	As at 31-03-2021	As at 31-03-2020
Capital Reserve		
Opening balance	3,946.12	3,946.12
Closing Balance	3,946.12	3,946.12
Dividend equilisation reserve		
Opening balance	5,000.00	5,000.00
Closing Balance	5,000.00	5,000.00
Gratuity Reserve		
Opening balance	6,400.00	6,400.00
Closing Balance	6,400.00	6,400.00
Satutory Reserve as required as per Chit Funds Act,1982		
Opening balance	17,99,302.80	15,49,302.80
(+) Transfer from P/L a/c	2,50,000.00	2,50,000.00
Closing Balance	20,49,302.80	17,99,302.80
Baddebts reserve		
Opening balance	51,00,000.00	51,00,000.00
Closing Balance	51,00,000.00	51,00,000.00
General Reserve		
Opening balance	36,60,971.40	35,60,971.40
(+) Transfer from P/L a/c	3,00,000.00	1,00,000.00
Closing Balance	39,60,971.40	36,60,971.40
Total	1,11,25,620.32	1,05,75,620.32

Surplus in statement of Profit & Loss

	As at 31-03-2021	As at 31-03-2020
Opening balance	16,63,732.60	17,13,909.44
Add: Profit/ (Loss) for the year	17,25,919.75	12,64,265.16
Less:		
Appropriations		
Dividend *	8,00,000.00	8,00,000.00
Tax on dividend	-	1,64,442.00
Transfer to General reserve	3,00,000.00	1,00,000.00
Transfer to Statutory Reserve Fund (Chit Funds Act,1982)	2,50,000.00	2,50,000.00
Total	20,39,652.35	16,63,732.60
Grand Total	1,31,65,272.67	1,22,39,352.92


Long term Borrowing :NOTE 5

	As at 31-03-2021	As at 31-03-2020
Deposit from kuri subscribers as security for prized amount	8,00,01,450.00	8,77,51,168.00
Union Bank FD Loan	-	8,00,000.00
TDCB FD Loan	13,50,000.00	-
SIB FD Loan	12,50,000.00	-
Total	8,26,01,450.00	8,85,51,168.00

Deferred tax asset :NOTE 6

	As at 31-03-2021	As at 31-03-2020
Depreciation of asset	1,45,755.00	-
Provision for gratuity	(1,33,652.00)	-
Total	12,103.00	-
Net deferred tax asset	12,103.00	-

Long term provisions :NOTE 7

	As at 31-03-2021	As at 31-03-2020
Provision for gratuity	5,14,045.00	6,71,298.00
Total	5,14,045.00	6,71,298.00

Other current liabilities :NOTE 8

	As at 31-03-2021	As at 31-03-2020
Chit Liabilities	1,51,74,553.25	2,25,73,765.10
Sundry creditors	-	2,14,086.50
Unclaimed dividend	1,46,425.00	1,21,817.50
Rent advance	6,88,686.00	6,88,686.00
Audit fee payable	59,200.00	57,600.00
Daily collection	2,17,450.51	2,15,366.46
Electricity charges Payable	8,464.00	8,153.00
Telephone Charges Payable	389.00	3,052.00
Writing Fee payable	3,690.00	-
Filing Fee Payable	29,485.00	78,600.00
Interest on FD Loan Payable	22,905.00	-
Decree Debts	51,88,330.75	41,05,900.50
Salary Payable	-	7,130.00
EPF Payable	-	4,034.00
ESI payable	2,939.00	2,858.00
KSD interest payable	13,82,952.00	12,04,298.00
GST & KFC Payable	2,34,126.16	1,39,382.38
TDS Payable	4,800.00	6,400.00
Advance for land sale	29,00,400.00	29,00,400.00
Total	2,60,64,795.68	3,23,31,529.44

Short term provisions :NOTE 9

	As at 31-03-2021	As at 31-03-2020
Provision for TDS Penalty	-	-
Provision for Tax	69,004.00	4,52,600.00
Total	69,004.00	4,52,600.00

Other non current assets :NOTE 14

	As at 31-03-2021	As at 31-03-2020
Rent advance	5,000.00	5,000.00
Total	5,000.00	5,000.00

Current assets :NOTE 15

	As at 31-03-2021	As at 31-03-2020
<u>Cash & cash equivalents</u>		
<u>Balance with banks</u>		
1) In current account	24,90,094.16	28,54,707.38
2) In deposit account with less 12 months maturity	3,94,34,084.00	3,67,20,875.00
3) In deposit account with more 12 month maturity	34,72,186.00	76,17,080.00
4) Chit Security Deposit with Banks	1,16,84,702.00	1,23,43,297.00
<u>Cash in hand:</u>		
In head office	1,68,405.44	69,162.49
Total	5,72,49,471.60	5,96,05,121.87

Other current assets :NOTE 16

	As at 31-03-2021	As at 31-03-2020
Interest accrued	73,94,245.43	85,98,211.27
Advance tax and T.D.S less Provision	-	5,25,860.00
Income tax Refund receivable	73,260.00	-
Chit Assets	3,35,51,784.45	3,74,73,440.45
Stamp	313.50	2,221.00
GST Receivable	-	4,038.00
Electricity Security	13,500.00	13,500.00
Rent receivable	36,409.00	69,676.00
Total	4,10,69,512.38	4,66,86,946.72



A Tangible assets

SL NO	PARTICULARS	GROSS BLOCK				DEPRECIATION			NET BLOCK	
		AS AT 31-Mar-20	ADDITIONS	DELETIONS/SALE	AS ON 31-Mar-21	UP TO 31-Mar-20	FOR THE YEAR	UP TO 31-Mar-21	AS ON 31-Mar-21	AS ON 31-Mar-20
1	Air conditioner	1,62,858.00	-	-	1,62,858.00	1,57,132.76	-	1,57,132.76	5,725.24	5,725.24
2	Building	31,22,310.56	-	-	31,22,310.56	17,95,792.09	65,243.33	18,61,035.42	12,61,275.14	13,26,518.47
3	Building SBI ATM	3,65,335.00	-	-	3,65,335.00	1,85,712.32	8,026.67	1,93,738.99	1,71,596.01	1,79,622.68
4	CCTV Camera	1,12,966.00	-	-	1,12,966.00	1,07,317.03	-	1,07,317.03	5,648.97	5,648.97
5	Compound Wall	19,008.00	-	-	19,008.00	13,553.33	269.01	13,822.34	5,185.66	5,454.67
6	Computer	10,21,004.50	21,668.00	-	10,42,672.50	9,72,281.77	3,861.94	9,76,143.71	66,528.79	48,722.73
7	Counting Machine	40,500.00	-	-	40,500.00	38,475.00	-	38,475.00	2,025.00	2,025.00
8	Electrical Fittings	1,84,998.15	-	-	1,84,998.15	1,75,748.24	-	1,75,748.24	9,249.91	9,249.91
9	EPABX	76,160.00	-	-	76,160.00	72,352.01	-	72,352.01	3,807.99	3,807.99
10	Furniture and Fixtures	13,30,137.12	-	-	13,30,137.12	12,45,159.80	7,553.65	12,52,713.44	77,423.68	84,977.32
11	Generator	3,46,307.28	-	-	3,46,307.28	3,31,245.82	444.54	3,31,690.36	14,616.92	15,061.46
12	Invertor	22,000.00	-	-	22,000.00	20,899.99	-	20,899.99	1,100.01	1,100.01
13	Land	1,12,805.00	-	-	1,12,805.00	-	-	-	1,12,805.00	1,12,805.00
14	Land and Property	13,73,628.80	-	-	13,73,628.80	-	-	-	13,73,628.80	13,73,628.80
15	Land (Cherpu) Agri. Land	2,20,573.00	-	-	2,20,573.00	-	-	-	2,20,573.00	2,20,573.00
17	Land Property Cherpu	41,56,680.17	-	-	41,56,680.17	-	-	-	41,56,680.17	41,56,680.17
18	Office Bulding	21,884.78	-	-	21,884.78	16,819.20	232.70	17,051.90	4,832.88	5,065.58
19	Daily Collection machine	56,564.40	-	-	56,564.40	53,736.19	-	53,736.19	2,828.21	2,828.21
20	Safe	59,500.00	1,05,000.00	-	1,64,500.00	56,525.00	148.96	56,673.96	1,07,826.04	2,975.00
21	UPS Hykon	1,94,122.40	-	-	1,94,122.40	1,90,116.47	-	1,90,116.47	4,005.93	4,005.93
22	Fax Machine	14,800.00	-	-	14,800.00	14,060.01	-	14,060.01	739.99	739.99
23	Weighing Balance	6,750.00	-	-	6,750.00	6,412.50	-	6,412.50	337.50	337.50
24	Fingerprint System	15,400.00	-	-	15,400.00	14,629.99	-	14,629.99	770.01	770.01
25	Lotto Machine	7,000.00	-	-	7,000.00	6,650.00	-	6,650.00	350.00	350.00
26	Security System	16,500.00	17,800.00	-	34,300.00	15,675.00	21.98	15,696.97	18,603.03	825.00
27	Printer	38,948.00	-	-	38,948.00	30,244.01	3,644.11	33,888.11	5,059.89	8,703.99
28	Photocopy & Scanner	16,500.00	-	-	16,500.00	15,675.00	-	15,675.00	825.00	825.00
Total (A)		1,31,15,241.16	1,44,468.00	-	1,32,59,709.16	55,36,213.54	89,446.88	56,25,660.42	76,34,048.74	75,79,027.62

B Intangible assets

SL NO	PARTICULARS	GROSS BLOCK				DEPRECIATION			NET BLOCK	
		AS AT 31-Mar-20	ADDITIONS	DELETIONS/SALE	AS ON 31-Mar-21	UP TO 31-Mar-20	FOR THE YEAR	UP TO 31-Mar-21	AS ON 31-Mar-21	AS ON 31-Mar-20
1	Computer software	2,28,000.00	-	-	2,28,000.00	2,17,469.86	1,718.52	2,19,188.37	8,811.63	10,530.14
Total (B)		2,28,000.00	-	-	2,28,000.00	2,17,469.86	1,718.52	2,19,188.37	8,811.63	10,530.14
TOTAL (A+B)		1,33,43,241.16	1,44,468.00	-	1,34,87,709.16	57,53,683.40	91,165.40	58,44,848.79	76,42,860.37	75,89,557.77

II ASSETS

1 Non current assets

Fixed assets :NOTE 10

	As at 31-03-2021	As at 31-03-2020
i) Tangible assets	76,34,048.74	75,79,027.62
ii) Intangible assets	8,811.63	10,530.14

Non current investments :NOTE 11

	As at 31-03-2021	As at 31-03-2020
Long term investments at cost		
Investment in mutual fund		
Tata infrastructure fund	49,999.00	49,999.00
Investment in Debentures (Unquoted)	49,999.00	49,999.00
TOTAL (A+B)	49,999.00	49,999.00
Unquoted Investments (Cost Price)		
NAV of Mutual Fund Units	39.87	39.87

Deferred tax asset :NOTE 12

	As at 31-03-2021	As at 31-03-2020
Depreciation of asset	-	(1,31,147.00)
Provision for gratuity	-	1,74,537.00
Total	-	43,390.00
Net deferred tax asset	-	43,390.00

Long term loans & advances :NOTE 13

	As at 31-03-2021	As at 31-03-2020
Loans :		
Mortgage loan - secured considered good	3,04,38,883.00	3,30,62,639.00
Passbook loan - secured considered good	19,70,944.00	32,03,294.00
Unsecured	NIL	NIL
	3,24,09,827.00	3,62,65,933.00
Less : Bad & doubtful debts		
Total	3,24,09,827.00	3,62,65,933.00



	As at 31-03-2021	As at 31-03-2020
Loans & advances due by directors or other officers of the company or any of them either severally or jointly with any other persons or private companies respectively in which any director is a partner or a director or a member	Nil	Nil

Revenue from operations :NOTE 17

	As at 31-03-2021	As at 31-03-2020
Income from chit business		
Foreman commission	63,74,565.00	75,89,301.00
AD, FD and Bonus from terminated kuries	2,19,941.96	1,71,871.65
Kuri transfer fee	75.00	250.00
Total (A)	65,94,581.96	77,61,422.65
Interest received	57,25,448.77	74,60,736.54
Total (B)	57,25,448.77	74,60,736.54
TOTAL (A+B)	1,23,20,030.73	1,52,22,159.19

Other incomes :NOTE 18

	As at 31-03-2021	As at 31-03-2020
Rent received	11,09,508.00	12,12,641.00
	-	-
Total	11,09,508.00	12,12,641.00

Employee benefit expenses :NOTE 19

	As at 31-03-2021	As at 31-03-2020
Salary	8,87,265.00	8,13,352.00
Allowances	1,38,164.00	1,17,810.00
Bonus	1,04,752.00	1,04,326.00
Gratuity	73,141.00	90,795.00
ESI	28,842.00	52,026.00
Providend fund	83,656.00	1,03,846.00
Total	13,15,820.00	12,82,155.00

Finance cost :NOTE 20

	As at 31-03-2021	As at 31-03-2020
Interest paid on kuri security deposit	73,86,848.00	90,60,357.00
Interest Paid on FD Loan	1,27,089.00	76,321.15
Total	75,13,937.00	91,36,678.15

Depreciation and amortisation expenses :NOTE 21

	As at 31-03-2021	As at 31-03-2020
Depreciation	91,165.40	99,038.11
Total	91,165.40	99,038.11

Other expenses: NOTE 22

	As at 31-03-2021	As at 31-03-2020
Kuri working commission & Bonus Prize	6,04,557.00	8,56,801.00
Travelling expenses	35,984.00	1,73,424.00
Kuri collection expenses	2,08,726.00	1,90,562.00
Advertising and publicity	6,807.00	38,810.00
Sitting fees	1,79,000.00	2,09,000.00
Printing and stationary	1,13,566.00	1,15,036.00
Demat Share Expenses	73,750.00	-
Professional charge	-	30,000.00
Audit fee:		
For statutory audit	35,000.00	35,000.00
For tax matters	29,000.00	29,000.00
GST	1,03,104.51	1,19,181.08
Postage and telephone	57,849.50	70,954.00
Electricity charges	73,133.00	93,470.00
Filing fees and other legal charges	1,39,948.00	1,66,929.00
Interest waived on mortgage loan	307.00	-
Repairs and maintenance	2,37,145.92	31,577.00
Bad Debts		11,90,598.00
Kerala Flood Cess	2,463.35	
Annual Maintanance Charges	23,000.00	22,315.00
Rates and taxes	92,918.00	1,67,756.00
Suit Expenses	10,442.00	41,579.50
Miscellaneous expenses	48,927.00	26,135.57
Bank commission	6,333.30	25,324.62
Office expenses	1,56,640.00	1,42,274.00
Insurance	14,876.00	14,875.00
Donation	1,000.00	9,500.00
Computer expenses	32,328.00	33,138.00
E Votting Charges	30,600.00	22,000.00
Total	23,17,405.58	38,55,239.77

Earning Per Share (EPS) :NOTE 23

	As at 31-03-2021	As at 31-03-2020
Net Profit after tax attributable to Equity share holders	17,25,919.75	12,64,265.16
Weighthted Number of Equity shares	16,00,000.00	16,00,000.00
Basic & Diluted EPS	1.08	0.79
Face value per share	10.00	10.00
Total	1.08	0.79



24. The Chit Fund Act 1982 has been notified by the Central Government on 30-04-2012 in the State of Kerala and Haryana. On 08/05/2012 Honorable Supreme Court has delivered its Judgment on the applicability of The Chit Funds Act, 1982 in Kerala. Honorable Supreme Court has vide order dated above repealed The Kerala Chitties Act, 1975 and thereby making the amendments made in the Kerala Chitties Act, 1975 in the year 2002 void. The court has further made it clear that The Chit Funds Act, 1982 is in existence from the date of its enactment in the State of Kerala. In order to avoid any vacuum created by this order Court has given limited applicability of the provisions of the Kerala Chitties Act to Chits commenced prior to the notification of The Chit Fund Act, 1982 i.e. till 30-04-2012. All Chits commenced prior to the date of notification of The Chit fund Act, 1982 will not have any impact and will be continued as such and only new chits started from 30-04-2012 will be governed by the provisions of The Chit Fund Act, 1982. The Company has complied with the provisions of The Chit Fund Act, 1982 during the year for chits started after 30/04/2012.

25. Notes to Statutory Reserve

a) As per Section 8 (3) of The Chit Funds Act, 1982 Every company carrying on chit business shall create and maintain a reserve fund and shall, out of the balance of profit of each year as disclosed in its profit and loss account and before any dividend on its shares is declared, transfer to such reserve fund, a sum equal to not less than ten per cent, of such profit. Accordingly, ₹ 2,50,000.00 have been transferred to statutory reserve during this year.

b) ₹ 3,00,000.00 have been transferred to General Reserve during this year.

26. Following the global outbreak of Corona virus (COVID-19) pandemic, lock-down restrictions were imposed by the Government from March 25, 2020 to May 31, 2020. However, as per the assessment of the management, there has been no significant impact on the operations and financial position of the Company for the period.

27. The Company has filed suit for the recovery of subscription from deleting subscribers as per chit agreement and dues from mortgage loan accounts.

Particulars	No. of Suit Filed	Amount of Dues
Defaulted Kun Subscribers	220	15,046,074.75
Mortgage Loan	33	Principal – 30,438,883.00 plus Interest
Urban co-op Bank Chalakudy	3	Principal – 31,00,000 plus Interest

Chitty amounts due from defaulted subscribers including terminated Kuries are fully recoverable.

Mortgage Loan Account:- The company has taken legal proceedings and filed suit on all defaulted mortgage accounts. All mortgage loan accounts are secured by tangible assets and are fully recoverable. Due to uncertainty of the rate of interest on suit filed accounts interest receivable is not taken into account. Any delay in recovering the amount will affect the financial position of the company since the amount involved is substantial. An amount of Rs 20,00,000/- transferred from Profit & Loss a/c to bad debts reserve to meet any contingencies in future during the year 2015-16.

Deposit with urban co-op bank Chalakudy:- The company has deposits with Urban co-op bank Chalakudy for Rs 31,00,000/-. The deposits have been matured during the year 2015-16 and not repaid by the bank. The company has taken legal proceedings against the bank to recover the deposit amount with interest. In view of expectation of recovery by suit no provision is considered necessary in respect of the above deposits. An amount of Rs. 31,00,000/- is transferred to bad debts reserve account to meet any contingency in future during the year 2017-18.

27. In our opinion the Company has no dues payable to suppliers registered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act).

28. Related Party Disclosures

As per Sec.2 of The Chit Fund Act, 1982, "chit" means a transaction whether called chit, chit fund, chitty, kuri or by any other name by or under which a person enters into an agreement with a specified number of persons that every one of them shall subscribe a certain sum of money (or a certain quantity of grain instead) by way of periodical installments over a definite period and that each such subscriber shall, in his turn, as determined by lot or by auction or by tender or in such other manner as may be specified in the chit agreement, be entitled to the prize amount. As per said definition each scheme (Chit/Kuri) is a related party for the Company (Foreman).

1. The following parties come under the purview of Related Parties, to comply with the disclosure requirement of Companies (Accounting Standards) Rules, 2006.

SL No	2020-21	2019-20
1	112-29TH POOVAL KURI	112-29TH POOVAL KURI
2	114-29TH POOVAL KURI	114-29TH POOVAL KURI
3	116-5TH POOVAL KURI	116-5TH POOVAL KURI
4	117-24TH POOVAL KURI	117-24TH POOVAL KURI
5	119-5TH POOVAL KURI	119-5TH POOVAL KURI
6	120-24TH BI MONTH KURI	120-24TH BI MONTH KURI
7	121-24TH POOVAL KURI	121-24TH POOVAL KURI
8	123-5TH POOVAL KURI	123-5TH POOVAL KURI



9	124-24TH POOVAL KURI	124-24TH POOVAL KURI
10	125-10TH HALFYEAR KURI	125-10TH HALFYEAR KURI
11	126-10TH MONTHLY KURI	126-10TH MONTHLY KURI
12	127-10TH POOVAL KURI	127-10TH POOVAL KURI
13	128-15TH POOVAL KURI	128-15TH POOVAL KURI
14	131-5TH HALFYEAR KURI	131-5TH HALFYEAR KURI
15	132-15TH MONTHLY KURI	132-15TH MONTHLY KURI
16	134-15TH POOVAL KURI	134-15TH POOVAL KURI
17	135-24TH MONTHLY KURI	135-24TH MONTHLY KURI
18	136-29TH MONTHLY KURI	136-29TH MONTHLY KURI
19	138-24TH POOVAL KURI	138-24TH POOVAL KURI
20	139-15TH MONTHLY KURI	139-15TH MONTHLY KURI
21	140-10TH MONTHLY KURI	140-10TH MONTHLY KURI
22	141-29TH MONTHLY KURI	141-29TH MONTHLY KURI
23	142-5TH POOVAL KURI	142-5TH POOVAL KURI
24	143-5TH MONTHLY KURI	143-5TH MONTHLY KURI
25	144-5 TH POOVAL KURI	144-5 TH POOVAL KURI
26	145-29TH MONTHLY KURI	145-29TH MONTHLY KURI
27	146-29TH MONTHLY KURI	146-29TH MONTHLY KURI
28	147-10TH DAY MONTHLY KURI	147-10TH DAY MONTHLY KURI
29	149-15TH DAY MONTHLY KURI	149-15TH DAY MONTHLY KURI
30	150-10TH DAY MONTHLY KURI	150-10TH DAY MONTHLY KURI
31	152-29TH DAY POOVAL KURI	152-29TH DAY POOVAL KURI
32	153-29TH DAY MONTHLY KURI	153-29TH DAY MONTHLY KURI
33	154-10TH DAY MONTHLY KURI	154-10TH DAY MONTHLY KURI
34	155-24TH DAY MONTHLY KURI	155-24TH DAY MONTHLY KURI
35	156-29TH DAY POOVAL KURI	156-29TH DAY POOVAL KURI
36	157-29TH MONTHLY KURI	157-29TH MONTHLY KURI
37	158-24TH DAY MONTHLY	158-24TH DAY MONTHLY
38	159-1ST DAY MONTHLY KURI	159-1ST DAY MONTHLY KURI
39	160-27TH DAY MONTHLY KURI	160-27TH DAY MONTHLY KURI
40	161-15TH DAY MONTHLY KURI	161-15TH DAY MONTHLY KURI
41	162-20TH DAY MONTHLY	162-20TH DAY MONTHLY
42	163-20TH DAY MONTHLY	163-20TH DAY MONTHLY
43	164-10TH DAY MONTHLY KURI	164-10TH DAY MONTHLY KURI
44	165-4TH DAY MONTHLY	165-4TH DAY MONTHLY
45	166-7TH DAY POOVAL KURI	166-7TH DAY POOVAL KURI
46	167-12TH DAY MONTHLY KURI	167-12TH DAY MONTHLY KURI
47	168-28TH DAY POOVAL	168-28TH DAY POOVAL
48	169-23RD DAY MONTHLY	169-23RD DAY MONTHLY
49	170-15TH DAY MONTHLY KURI	170-15TH DAY MONTHLY KURI
50	171-5TH DAY MONTHLY	171-5TH DAY MONTHLY
51	172-28TH DAY MONTHLY KURI	172-28TH DAY MONTHLY KURI
52	173-5TH DAY POOVAL KURI	173-5TH DAY POOVAL KURI
53	174-ANANDHANIDHI	174-ANANDHANIDHI
54	175-20TH DAY MONTHLY	175-20TH DAY MONTHLY
55	176-10TH DAY MONTHLY KURI	176-10TH DAY MONTHLY KURI
56	177-2ND DAY MONTHLY KURI	177-2ND DAY MONTHLY KURI
57	178-1 ST DAY MONTHLY KURI	178-1 ST DAY MONTHLY KURI
58	179-24 TH DAY MONTHLY KURI	179-24 TH DAY MONTHLY KURI
59	181-24TH DAY MONTHLY KURI	181-24TH DAY MONTHLY KURI
60	182-5TH DAY MONTHLY KURI	182-5TH DAY MONTHLY KURI
61	183-24 TH DAY MONTHLY KURI	183-24 TH DAY MONTHLY KURI
62	184-15 TH DAY MONTHLY KURI	184-15 TH DAY MONTHLY KURI
63	185-15TH DAYMONTHLY KURI	185-15TH DAYMONTHLY KURI
64	186-20TH DAY MONTHLY KURI	186-20TH DAY MONTHLY KURI
65	187-20TH DAY MONTHLY KURI	187-20TH DAY MONTHLY KURI
66	188-23 RDDAYMONTHLY KURI	188-23 RDDAYMONTHLY KURI
67	189-23RDDAYMONTHLY KURI	189-23RDDAYMONTHLY KURI
68	190-22NDDAYMONTHLY KURI	190-22NDDAYMONTHLY KURI
69	191-14THDAYMONTHLY KURI	191-14THDAYMONTHLY KURI
70	192-27THDAYMONTHLY KURI	192-27THDAYMONTHLY KURI