

NOTICE

Notice is hereby given that the Annual General Meeting of the members of the company will be held at the registered office of the Company on 30TH June, 2022 at 11.00 A.M. to transact the following business.

ORDINARY BUSINESS:

1. To consider and adopt the Audited Balance Sheet of the company as at 31st March, 2022 and the Reports of the Directors and Auditors there on.
2. To Consider and if thought fit, to pass the following resolution as ordinary resolution:
M/s K P S J & ASSOCIATES LLP, Chartered Accountants, Statutory Auditor, during the Annual General Meeting held on 24/07/2017, were appointed for a period of 5 years until the conclusion of Annual General Meeting of FY 2022-2023.
3. Mrs. Nisha More is retired by rotation from directorship and She is eligible for re-appointment for Director.

NOTES:

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member.
2. The instrument of proxy should be deposited at the registered office of the company not less 48 hours before the commencement of the meeting.

BY ORDER OF THE BOARD
FINSTARS CAPITAL LIMITED
For, FINSTARS CAPITAL LIMITED


BARUN MORE
[DIRECTOR]
(DIN- 07505258)

Place: AHMEDABAD
Date: 21/05/2022

Registered Office:
512,5th FLOOR,PINNACLE BUSINESS PARK CORPORATE
ROAD,PRAHALAD NAGAR AUDA GARDEN
AHMEDABAD Ahmedabad GJ 380015 IN

DIRECTORS' REPORT

To,
The Members,
FINSTARS CAPITAL LTD

Your Directors have pleasure in presenting their Annual Report on the business and operations of the Company and the accounts for the Financial Year ended March 31, 2022

1. **FINANCIAL SUMMARY OR HIGHLIGHTS/PERFORMANCE OF THE COMPANY (STANDALONE)**

The Board's Report shall be prepared based on the stand alone financial statements of the company.

(In lakhs)

PARTICULARS	2021-22	2020-21
Turnover/ Gross Receipt	463.78	230.86
Other Financial Income	403.13	395.80
Profit before Tax	396.54	422.17
Provision for Income Tax	101.29	110.00
Profit/Loss after Tax	283.85	306.16

2. **DIVIDEND**

There is no declaration of Dividend for the FY 2021-22 by the Company because Directors of the Company has decided to retain the Profit for the purpose of Further Expansion.

3. **RESERVES**

The Board of Directors of the company has transferred Rs. 283.85 Lakh to the reserve and surplus account for the Financial Year 2021-22.

4. **BRIEF DESCRIPTION OF THE COMPANY'S WORKING DURING THE YEAR/STATE OF COMPANY'S AFFAIR**

- Revenue from the operation of the Company for FY 2020-21 was Rs 230.86 Lakh which is increased to 463.78 for FY 2021-22. Net Profit of Company for financial Year 2020-21 was Rs 306.17 lakh which is reduced to Rs 283.85 lakh for the FY 2021-22.

5. **SHARE CAPITAL**

AUTHORISE SHARE CAPITAL

- As on 31st March , 2022 the Authorize Share capital of Company is Rs 5,00 lakh comprising 50 lakh equity shares of Rs 10/- each.

PAID UP SHARE CAPITAL

- As on 31st March, 2022 the issued, subscribed and paid up share capital of our company stood at Rs 305.31 lakhs comprising 30.53 Equity shares of Rs. 10/- each.

NET WORTH:

- As on 31st March, 2022 the Net worth of the company is Rs 1269.72 lakh and As on 31st March,2021 the Net worth of the company was Rs 985.87/- .

6. **CHANGE IN THE NATURE OF BUSINESS, IF ANY**

- There are no changes in the nature of Business of the Company.

7. **MATERIAL CHANGES AND COMMITMENTS, IF ANY, 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**

- There is no material change in business of company during the year.

8. DEPOSITS

The Company has not accepted or renewed or invited any amount falling within the purview of provision of section 73 of Companies Act,2013("the Act")read with the Companies (Acceptance of Deposit) Rules,2015 as amended during the year under review.

9. STATUTORY AUDITORS

M/S K P S J& ASSOCIATES LLP, Chartered Accountants, Statutory Auditor ,during the Annual General Meeting held on 24/07/2017, were appointed for a period of 5 years until the conclusion of Annual General Meeting of FY 2022-2023 . They have confirmed their eligibility and willingness for the next term from the conclusion of ensuing annual general meeting to the conclusion of next annual general meeting,

EXPLANATION ON AUDITOR' REMARKS

Auditor had not made any qualification or did not make any adverse remarks in their report regarding financial statements. Therefore, there is no need for any clarification or any comment on Auditors Report.

10. EXTRACT OF THE ANNUAL RETURN

The extract of the annual return in Form No.MGT – 9 shall form part of the Board's report.

11. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The Company does not fall under any of the industries Covered by Companies (Accounts) Rules, 2016.Hence the requirement of disclosure in relation to the Conservation of Energy, Technology Absorption and foreign exchange earnings and outgo are not required.

12. CORPORATE SOCIAL RESPONSIBILITY (CSR)

The Company does not fall under section135 of Companies Act, 2013 so there is no requirement of disclosure of regarding Corporate Social Responsibility.

13. DIRECTORS

A. Changes in Directors and Key Managerial Personnel

- No changes have been made in Directors and Key Managerial Personnel during the financial year.

B. Declaration by an Independent Director(s) and re- appointment, if any

- Not applicable

C. Formal Annual Evaluation

- Not Applicable

14. NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS

- Following Board meetings held during FY 2021-22

DATE OF MEETING	No. of Directors Present
13/04/2021	04
17/06/2021	04
23/07/2021	04
13/09/2021	04
13/10/2021	04
29/10/2021	04
02/11/2021	04
27/12/2021	04
22/03/2022	04

15. AUDIT COMMITTEE

- There is no applicability for formation of Audit Committee as per section 177 of Companies Act, 2013.

16. DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM FOR DIRECTORS AND EMPLOYEES

- There is no Applicability of Establishment of Vigil Mechanism for Directors and Employees.

17. NOMINATION AND REMUNERATION COMMITTEE

- There is no applicability for constitution of Nomination and Remuneration committee.

18. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186.

- As per Section 186 (11)(a) of Companies Act, 2013 There is non applicability of Loans, Guarantees or Investments made by Company as its engaged in the business of Financing Company.

19. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES.

- There is contracts and arrangement with related party under section 188 of Companies Act,2013 and AOC-2 has been attached as Annexure-II of Director report.

19. DIRECTORS' RESPONSIBILITY STATEMENT

The Directors' Responsibility Statement referred to in clause (c) of sub- section (3) of Section 134 of the Companies Act, 2013, shall state that—

- A. in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- B. the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- C. the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- D. the directors had prepared the annual accounts on a going concern basis; and
- E. 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.

20. DISCLOSURE UNDER THE SEXUAL HARRASMENT OF WOMEN AT WORK PLACE(PREVENTION, PROHIBITION AND REDRESSAL) ACT,2013

- There is no sexual harassment of Woman in Company so non applicability of this act.

21. **FOREIGN EXCHANGE EARNINGS AND OUTGO**

- Foreign exchange earnings and outgo for current financial year is NIL.

22. **ACKNOWLEDGEMENTS**

An acknowledgement to all with whose help, cooperation and hard work the Company is able to achieve the results.

**For and on behalf of the Board of Directors
FINSTARS CAPITAL LTD**

Place: Ahmedabad
Date: 30/05/2022

For, FINSTARS CAPITAL LIMITED

Barun More
Director/Authorised Signatory

**BARUN MORE
DIRECTOR
(Din No. 07505258)**

For, FINSTARS CAPITAL LIMITED

Nisha More
Director/Authorised Signatory

**NISHA MORE
DIRECTOR
(Din No. 02878931)**

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
as on financial year ended on 31.03.2022
Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I REGISTRATION & OTHER DETAILS:

i	CIN	U65100GJ1989PLC112111
ii	Registration Date	17/02/1989
iii	Name of the Company	FINSTARS CAPITAL LIMITED
iv	Category/Sub-category of the Company	Company Limited by Shares/Indian Non-Government Company
v	Address of the Registered office & contact details	512,5th Floor,Pinnacle Business Park Corporate Road,Prahalad Nagar Auda Garden Ahmedabad Ahmedabad GJ 380015 IN
vi	Whether listed company	Unlisted Company
vii	Name , Address & contact details of the Registrar & Transfer Agent, if any.	Accurate Securities and Registry Private Limited,203, Shangrila Arcade, Above Samsung Showroom, Nr. Shyamal Cross Road, Satellite, Ahmedabad - 380015

II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the

Sl No	Name & Description of main products/services	NIC Code of the Product / service	% to total turnover of the company
1	The Company is mainly engaged into retail money lending business	99711	100%

III PARTICULARS OF HOLDING , SUBSIDIARY & ASSOCIATE COMPANIES

Sl No	Name & Address of the Company	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
1	NOT APPLICABLE				

(2) Non Institutions								
a) Bodies corporates	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
i) Indian	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
ii) Overseas	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Individuals	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs	Nil	50	50	0.01	Nil	Nil	50	0.01
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Others (specify)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
SUB TOTAL (B)(2):	Nil	Nil	Nil	Nil	Nil	50	50	0.01
Total Public Shareholding (B)= (B)(1)+(B)(2)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
C. Shares held by Custodian for GDRs & ADRs	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Grand Total (A+B+C)	3053086	50	3053136	100%	3053086	50	3053136	100%

(ii) SHARE HOLDING OF PROMOTERS

Sl No.	Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year		
		NO of shares	% of total shares of the company	% of shares pledged encumbered to total shares	NO of shares	% of total shares of the company	% of shares pledged encumbered to total shares
1	Barun More	1831900	60%	Nil	1831900	60.00%	Nil
2	Nisha More	1221186	40%	Nil	1221186	40.00%	Nil
	Total	3053086	100.00%	Nil	3053086	100.00%	Nil

(iii) CHANGE IN PROMOTERS' SHAREHOLDING (SPECIFY IF THERE IS NO CHANGE)

Sl. No.		Share holding at the beginning of the Year		Cumulative Share holding during the year	
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year	NIL	NIL	NIL	NIL
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	NIL	NIL	NIL	NIL
	At the end of the year	NIL	NIL	NIL	NIL

(iv) Shareholding Pattern of top ten Shareholders
(other than Directors, Promoters & Holders of GDRs & ADRs)

Sl. No	For Each of the Top 10 Shareholders	Shareholding at the end of the		Cumulative Shareholding	
		No. of shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year	50	NA	50	NA
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (E.g. allotment/transfer/bonus/sweat equity etc)	NIL	NIL	NIL	NIL
	At the end of the year (or on the date of separation, if separated during the year)	50	NIL	50	NA

v) Shareholding of Directors and Key Managerial Personnel

Sr. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
(A)	BARUN MORE				
1	At the beginning of the year	18,31,900	60.00%	18,31,900	60.00%
2	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for Increase / Decrease (e.g. allotment / transfer / bonus / sweat equity etc)	NIL	NIL	NIL	NIL
3	At the end of the year	18,31,900	60.00%	18,31,900	60.00%

(B)	NISHA MORE				
1	At the beginning of the year	12,21,186	40.00%	12,21,186	40.00%
2	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for Increase / Decrease (e.g. allotment / transfer / bonus / sweat equity etc)	NIL	NIL	NIL	NIL
3	At the end of the year	12,21,186	40.00%	12,21,186	40.00%

V INDEBTEDNESS

(IN LAKHS)

Indebtedness of the Company including interest outstanding/accrued but not due for payment				
	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtness at the beginning of the				
i) Principal Amount	35.68	472.94	-	508.62
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	35.68	472.94	-	508.62
Change in indebtedness during the				
Additions	172.06	996.90	-	996.90
Reduction	6.01	87.50	-	67.50
Net Change	166.05	929.40	-	929.40
Indebtedness at the end of the financial year				
i) Principal Amount	201.73	1402.34	-	1604.07
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	201.73	1402.34	-	1604.07

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole time director and/or Manager:

Sl.No	Particulars of Remuneration	Name of the MD/WTD/Manager			Total
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income Tax, 1961.				Nil
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961				Nil
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961				Nil
2	Stock option				Nil
3	Sweat Equity				Nil
4	Commission as % of profit				Nil
5	Others, please specify				Nil
	Total (A)				Nil
	Ceiling as per the Act				

B. Remuneration to other directors:

(IN LAKHS)

Sl.No	Particulars of Remuneration	Name of the Directors				Total
				Umangkumar Thakkar	Ashishkumar Pancholi	
1	Independent Directors					
	(a) Fee for attending board committee meetings	Nil	Nil	0.36	0.36	0.72
	(b) Commission	Nil	Nil	Nil		Nil
	(c) Others, please specify	Nil	Nil	Nil		Nil
	Total (1)	Nil	Nil	0.36	0.36	0.72
2	Other Non Executive Directors	NISHA MORE	BARUN MORE			
	(a) Fee for attending board committee meetings	Nil	Nil	Nil		Nil
	(b) Commission	Nil	Nil	Nil		Nil
	(c) Others, please specify. REMUNARATION	15	19.8	Nil		34.8
	Total (2)	Nil	Nil	Nil		Nil
	Total (B)=(1+2)	15	19.8	Nil		34.8
	Total Managerial Remuneration					
	Overall Ceiling as per the Act.					

VII PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment/Compounding fees imposed	Authority (RD/NCLT/Court)	Appeal made if any (give details)
A. COMPANY					
Penalty	N/A	N/A	N/A	N/A	N/A
Punishment	N/A	N/A	N/A	N/A	N/A
Compounding	N/A	N/A	N/A	N/A	N/A
B. DIRECTORS					
Penalty	N/A	N/A	N/A	N/A	N/A
Punishment	N/A	N/A	N/A	N/A	N/A
Compounding	N/A	N/A	N/A	N/A	N/A
C. OTHER OFFICERS IN DEFAULT					
Penalty	N/A	N/A	N/A	N/A	N/A
Punishment	N/A	N/A	N/A	N/A	N/A
Compounding	N/A	N/A	N/A	N/A	N/A

For and on behalf of the Board of Directors
FINSTARS CAPITAL LIMITED

For, FINSTARS CAPITAL LIMITED

Director

[Handwritten Signature]
Director/Authorised Signatory

ANNEXURE - 1

PATICULARS OF CONTRACTS / ARRANGEMENTS MADE WITH RELATED PARTIES

Form No. AOC-2

(Pursuant to Clause (h) of Sub-Section (3) of Section 134 of the Companies Act, 2013, and Rule 8 (2) of the Companies (Accounts) Rules, 2014)

This form is 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 transactions under third proviso thereto.

1. Details of Contracts or Arrangements or transactions not at Arm's Length Basis:

The Company has not entered into any contract or arrangements with related parties which is not at arms' length basis as defined under Section 188 of the Companies Act, 2013 during the year.

2. Details of Material Contracts or Arrangements or Transactions at Arm's Length Basis :

Sr. No.	Name(s) of Related Party and Nature of Relationship	Nature of Contracts/ Arrangement s/ Transactions	Duration of Contract/ Arrangemen ts/ Transaction s	Salient Terms of Contracts or Arrangements or Transactions including the value, if any	Date(s) of approval by the Board, if any	Amount paid as advances, if any
	(a)	(b)	(c)	(d)	(e)	(f)
1.	Nisha More	Office Expenses	2021-22	Normal business terms and transactions on rates prevailing in the market.	13/04/2021	NIL

FOR, FINSTARS CAPITAL LIMITED

For, FINSTARS CAPITAL LIMITED:

DIRECTOR

Barun More
Director/Authorised Signatory

BARUN MORE

(DIN NO: 07505258)



Independent Auditor's Report

To

The Members of

FINSTARS CAPITAL LIMITED

Report on the Financial Statements

We have audited the accompanying financial statement of **FINSTARS CAPITAL LIMITED**, which comprise the Balance Sheet as at 31st March, 2022 the Statement of Profit and Loss for period ended on 31st march, 2022, Cash Flow Statement and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's 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 and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2022;



- b) In the case of the Statement of Profit and Loss, the Profit of the Company for the period ended 31st March, 2022.
- c) In the case of the Statement of Cash Flow, Cash Flows of the Company for the period ended 31st March, 2022.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined no matters to be the key audit matters to be communicated in our report.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A", a statement on the matters specified in the paragraph 3 and 4 of the order; and
2. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B".

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

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.



- d) In our opinion, the Balance Sheet and Statement of Profit and Loss comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of Companies (Accounts) Rule, 2014.
- e) on the basis of the written representations received from the directors as on 31 March 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2022 from being appointed as a director in terms of Section 164 (2) of the Act; and
- f) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i) the Company has disclosed the impact of pending litigations on its financial position in its financial statements
 - ii) the Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts
 - iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.


Unique Document Identification Number (UDIN) for this document is 22112900AKIVIN3974.

For, K P S J & ASSOCIATES LLP

Chartered Accountants

FRN: 124845W/W100209




Shriram Ramratan Laddha

PARTNER

Membership No.: 112900

Place: AHMEDABAD

Date: 30/05/2022

The Annexure - A referred to, in the Our Independent Auditor's Report of even date to the members of **FINSTARS CAPITAL LIMITED** on the accounts of the company for the period ended 31st March, 2022.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

1) In respect of the Company's fixed assets:

a) A. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

B. The Company does not have any Intangible Assets, hence no disclosure of Intangible Assets is to be given.

b) According to the information and explanations as given to us, physical verification of Property, Plant and Equipments has been carried on by the management during the year and no material discrepancies were noticed on such verification.

c) According to the information and explanations as given to us, the records examined by us and based on the examination of the conveyance deeds provided to us, we report that the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.

In respect of immovable properties of land and building that have been taken on lease and disclosed as fixed assets in the financial statements, the lease agreements are in the name of the Company.

d) According to the information and explanations as given to us, the Company has not revalued its Property, Plant & Equipment or Intangible Assets during the year, hence paragraph 3(i)(d) of the order is not applicable.



e) According to the information and explanations as given to us , no proceedings have been initiated against the company for holding any benami property under the Benami Transactions(Prohibition) Act, 1988 and rules made there under.

- 2) The Company is a non-banking finance company and does not hold any inventories. Accordingly reporting under clause (ii) of the Order is not applicable.
- 3) According to information and explanation are given to us, the company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties covered in the register required under section 189 of the Companies Act, 2013. Accordingly, paragraph 3 (iii) of the order is not applicable.
- 4) In respect of loans, investments, guarantees, and security, provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
- 5) In our opinion and according to the information and explanations given to us, in respect of deposits accepted by the company or amounts which are deemed to be deposits, the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules made there under, where applicable, have been complied with,
- 6) According to information and explanation are given to us, maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, are not applicable to the company. Hence para graph 3(vi) of the order is not applicable.

7) In respect of statutory docs:



a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been generally regularly deposited during the year by the company with the appropriate authorities.

According to the information and explanations are given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income tax, sales- tax, service tax, goods and service tax, the duty of customs, the duty of excise, value-added tax, cess, and other material statutory dues were in arrears as at March 31, 2022, for a period of more than six months from the date they became payable

b) According to the information and explanations are given to us and the records of the company examined by us, there are no disputed dues of income-tax, sales- tax, service tax, goods and service tax, the duty of customs, the duty of excise ,value-added tax and other statutory dues.

8) According to the information and explanations provided to us, the company has not surrendered or disclosed any income in the tax assessments under Income Tax Act, 1961, hence paragraph 3(viii) of the order is not applicable.

9) In our opinion and according to the information and explanations are given to us,

a) The company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lenders during the year.

b) The company is not declared a willful defaulter by any bank or financial institution or other lender.

c) All the term loans were applied for the purpose for which the loans were obtained.



- d) No funds raised on short term were utilised for long term purposes.
- e) The company do not have subsidiaries, associates or joint ventures, hence this clause is not applicable.
- f) the company do not have subsidiaries, associates or joint ventures, hence this clause is not applicable.
- 10) a) The Company has not raised any money by way of an initial public offer or further public offer (including debt instruments) during the year. Accordingly, paragraph 3 (x)(a) of the order is not applicable.
- b) The Company has not made any preferential allotment or private placement of shares or convertible debentures. Accordingly, paragraph 3 (x)(b) of the order is not applicable.
- 11) a) To the best of our knowledge and according to the information and explanations are given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- b) No report has been filed by us under 143(12) with the Central government.
- c) No whistle-blower complaints were received during the year.
- 12) The Company is not a Nidhi Company and accordingly, paragraph 3(xii) of the order is not applicable to the Company.
- 13) According to the information and explanations given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with section 188 of the Act. Where applicable, the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- 14) (a) Based on our examination of the records of the company, the company has an internal audit system commensurate with the size and nature of its business.



- 15) According to the information and explanations given to us and based on our examination of the records of the company, the company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the order is not applicable.
- 16) In our opinion and according to the information and explanations given to us, The Company is registered under section 45-IA of the Reserve Bank of India Act 1934. According to the information and explanations as given to us and based on our examination of the records of the company,
- (a) The company is registered under section 45-IA of the Reserve Bank of India Act 1934.
 - (b) The company has conducted Non-Banking Financial or Housing Finance activities with 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 a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, Hence paragraph 3(xvi)(c) is not applicable.
- 17) According to the information and explanations are given to us and based on our examination of the records of the company, the company has not incurred cash losses in the financial year and immediately preceding financial year. Accordingly, paragraph 3(xvii) of the order is not applicable
- 18) There has been no change in the Statutory Auditors of the company. Accordingly, paragraph 3(xviii) of the order is not applicable.
- 19) According to the information and explanations given to us and based on our examination of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, no material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing



at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

20) According to the information and explanations are given to us and based on our examination of the records of the company Since the net worth, turnover net profit are within the limits prescribed under section 135 of the Companies Act,2013 ,Corporate Social Responsibility is not applicable. Accordingly, paragraph 3(xx) of the order is not applicable

21) Based on our examination of the Companies (Auditor's Report) Order CARO reports of the holding/subsidiary/joint venture/associate companies, there are no qualifications or adverse remarks by the respective auditors in those reports.

For, K P S J & ASSOCIATES LLP

Chartered Accountants

FRN: 124845W/W100209



Shriram Ramratan Laddha

PARTNER

Membership No.: 112900

Place: AHMEDABAD

Date: 30/05/2022

Annexure - B to the Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **FINSTARS CAPITAL LIMITED** ("the Company") as of 31 March 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both



issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls over Financial Reporting

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



use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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


Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For, K P S J & ASSOCIATES LLP

Chartered Accountants

FRN: 124845W/W100209


Shriram Ramratan Laddha

PARTNER

Membership No.: 112900

Place: AHMEDABAD

Date: 30/05/2022



FINSTARS CAPITAL LIMITED
Cash Flow Statement for the year Period 01/04/2021 to 31/03/2022

(Amount in Lacs Rs.)

	Year ended March 31,2022	Year ended March 31,2021
A Cash Flows From Operating Activities		
Net Profit before Tax	396.54	422.17
Adjustments for :		
Depreciation & Amortiation	24.88	14.73
Financial cost	86.25	9.82
Interest Income	(0.00)	(0.16)
Short Term Capital Gain on Sale of Assets	-	(0.01)
Operating Profit before Working Capital Changes	507.68	446.56
Movement in Working Capital :		
(Increase)/Decrease in Long Term Loan & Advances	(1,218.40)	(803.48)
(Increase)/Decrease in Short Term Loans and Advances	(15.19)	(8.47)
(Increase)/Decrease in Trade Receivable	(0.52)	-
Increase/(Decrease) in Trade Payables	(2.27)	2.84
Increase/(Decrease) in Other Current Liabilities	(76.25)	90.30
Increase/(Decrease) in Other Current Assets	(1.76)	(74.63)
Increase/(Decrease) in Short Term Provisions	0.96	2.22
Cash generated from/(used in) operations	(805.76)	(344.86)
Direct taxes paid	(110.09)	(48.46)
Net cash flow from/(used in) operating activities (A)	(915.85)	(393.32)
B Cash Flows From Investments Activities		
Purchase Of Fixed Assets	(90.24)	(64.65)
Advance for Capital Goods	2.80	-
Purchase of Investment	(1.42)	(0.10)
Sale Of Fixed Assets	-	0.55
Interest Received	0.00	0.16
Net cash flow from/(used in) investing activities (B)	(88.87)	(64.05)
C Cash Flows From Financing Activities		
Proceeds from increase of Share Capital	-	-
Proceeds from Long Term Borrowings	1,162.95	404.46
Proceeds from Short Term Borrowings	(67.50)	67.50
Finance Cost	(86.25)	(9.82)
Net cash generated/ (used in) financing activities (C)	1,009.20	462.14
Net increase/(decrease) in cash and cash equivalents (A+B+C)	4.48	4.78
Cash and cash equivalents at beginning of the year	7.92	3.14
Cash and cash equivalents at end of the year	12.40	7.92

Notes:

(i) The cash flow statement has been prepared under indirect method as set out in Accounting Standard -3 "Cash Flow Statement" specified u/s 133 of The Companies Act 2013 read with rule 7 of the Companies (Accounts) Rules, 2014.

(ii) Figures in brackets represent outflows. Previous year figures have been recast/restated wherever necessary.

As per our report of even date
UDIN : 22112900AKIVIN3974
For K P S J & ASSOCIATES LLP
Chartered Accountants
FRN: 124845W/W100208

Shriram Kamraján Laddha
(Partner)

M No.112900
Place : Ahmedabad
Date : 30/05/2022



For and on behalf of the Board of Directors
FINSTARS CAPITAL LIMITED

Barun More
BARUN MORE
Director
DIN-07505258

Nisha More
NISHA MORE
Director
DIN-02878931

Place : Ahmedabad
Date : 30/05/2022

FINSTARS CAPITAL LIMITED
Balance Sheet As on 31/03/2022

(Amount in Lacs)

	Particulars	Note No.	As at 31st March, 2022	As at 31st March, 2021
			Rs.	Rs.
A	<u>EQUITY AND LIABILITIES</u>			
1	Shareholders' funds			
	(a) Share Capital	2	305.31	305.31
	(b) Reserves and Surplus	3	964.40	680.55
2	Non Current liabilities			
	(a) Long term Borrowings	4	1,604.07	441.12
	(b) Other Liabilities	5	2.80	-
	(c) Deferred Tax Provision		-	-
3	Current liabilities			
	(a) Short Term Borrowings	6	-	67.50
	(b) Trade Payables	7	7.35	9.62
	(c) Other Current Liabilities	8	21.88	98.14
	(d) Short-term provisions	9	122.34	118.77
	TOTAL		3,028.16	1,721.02
B	<u>ASSETS</u>			
1	Non-current assets			
	(a) Property , Plant & Equipments	10	132.74	67.38
	(b) Non Currents Investment	11	2.50	1.08
	(c) Long term Loans & Advances	12	2,742.73	1,524.33
2	Current assets			
	(a) Trade Receivable	13	0.67	0.16
	(b) Cash and cash equivalents	14	12.40	7.92
	(c) Short term Loans and Advances	15	33.44	18.24
	(d) Other Current Assets	16	103.68	101.91
	TOTAL		3,028.16	1,721.02
	See accompanying notes forming part of the financial statements	1		

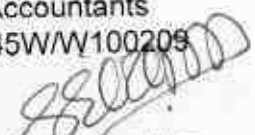
In terms of our report attached.

UDIN : 22112900AKIVIN3974

For K P S J & ASSOCIATES LLP

Chartered Accountants

FRN: 124845W/W100209


Shriram Ramratan Laddha
Partner

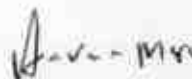
M No.112900

Place : Ahmedabad

Date : 30/05/2022



For and on behalf of the Board of Directors
FINSTARS CAPITAL LIMITED


BARUN MORE

Director

DIN-07505258

Place : Ahmedabad

Date : 30/05/2022


NISHA MORE

Director


DIN-02878931

FINSTARS CAPITAL LIMITED
Statement of Profit & Loss For the Period 01/04/2021 to 31/03/2022

(Amount in Lacs)


	Particulars	Note No.	For the year ended	For the year ended
			31 March, 2022	31 March, 2021
			Rs.	Rs.
1	Revenue From Operation	17	463.78	230.86
2	Other Financial Income	18	403.13	395.81
	(A) Total Income		866.91	626.67
3	Expenses			
	(a) Direct Expense	19	42.30	27.85
	(b) Employee Benefits Expense	20	208.46	115.29
	(c) Depreciation Expense	10	24.88	14.73
	(d) Financial Expenses	21	86.25	9.82
	(e) Other expenses	22	108.47	36.81
	(B) Total expenses		470.36	204.50
4	Profit/ (Loss) before Tax(A-B)		396.54	422.17
5	Provisions			
	Provision for Standard Assets(Exp)		6.74	6.10
	Provision for NPA Assets(Exp)		4.57	0.00
6	Tax expense:			
	Current Income Tax Expense for the year		101.29	110.00
	Provision for Deferred Tax Exp Reverse		0.00	-0.09
	Add: Prior Period Tax Adjustment		0.09	0.00
	Total (5+6)		112.70	116.01
7	Profit / (Loss) for the year (4 - 5 -6)		283.85	306.17
8	Earnings per share (of Rs.10/- each):			
	(a) Basic		9.30	4.36
	(b) Diluted		9.30	5.80
	See accompanying notes forming part of the financial statements	1		

In terms of our report attached.
UDIN : 22112900AKIVIN3974
For K P S J & ASSOCIATES LLP
Chartered Accountants
FRN: 124845W/W100209


Shriram Ramratan Laddha
Partner
M. No.112900
Place : Ahmedabad
Date : 30/05/2022



For and on behalf of the Board of Directors
FINSTARS CAPITAL LIMITED


BARUN MORE
Director
DIN-07505258
Place : Ahmedabad
Date : 30/05/2022


NISHA MORE
Director
DIN-02878931

NOTE: 1 NOTES ON ACCOUNTS

Corporate Information:

Finstars Capital Limited is incorporated in India on 17-02-1989 having CIN: U65100GJ1989PLC112111. The registered office of the company is located at 512, 5th Floor, Pinnacle Business Park Corporate Road, Prahalad nagar, Auda Garden, Ahmedabad 380015. The Company is engaged in activities of loan financing and treasury business.

Significant accounting policies

A Basis of accounting and preparation of financial statements:

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

B Use of estimates:

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialize.



C Tangible Fixed Assets:

There are fixed assets. Advance given against to be purchases of Fixed assets are stated at cost. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

D Depreciation:

Depreciation has been provided on the Basis of Useful Life of the Asset as prescribed in Schedule II to the Companies Act, 2013. Depreciation on additions to assets during the year is provided on pro-rata basis.

E Investments:

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

F Valuation of Inventories:

Inventories are valued based on Cost plus accrued income or Net Realizable Value Whichever is Less. Cost is determined on basis of first in first out method. The quantity and valuation is taken as certified and valued by the management.

G Revenue recognition:

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized.

- a) Revenue from sale is recognized at the time of confirmation of loan disbursement. All income is accounted on accrual basis.
- b) Other Interest income is recognized on a time proportion basis, taking into account the amount outstanding and the rate applicable.
- c) Any other item of revenue is recognized on accrual basis, unless otherwise specifically mentioned.



H Foreign currency transactions and balances

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

I Employee benefits:

Gratuity and leave encashment to Employee are Charged to Profit and Loss Account, on the basis of Actual payment, on an year to year basis.

J Earnings per share:

The Company reports basic and diluted Earnings per share (EPS) in accordance with Accounting Standard 20 on "Earning per Share" issued by the council of Institute of Chartered Accountants of India. Basic EPS is computed by dividing the net profit or loss for the year by weighted average number of Equity Shares outstanding during the year. Diluted EPS is computed by dividing the net profit or loss for the year by the weighted average number of Equity Shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, except where the results are in anti dilutive.

K Taxes on income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961

Deferred tax is recognized, subject to the consideration of prudence, on timing difference being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent period. Deferred tax assets are recognized only when there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Deferred tax assets were recognized on the basis of virtual certainty explained by the management.

L Provisions and contingencies:

A provision is recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date.



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

No provision has been made for liabilities which are contingent in nature but if material, these are disclosed by way of note.

M Additional Regulatory Information

- The Company Has No Transactions With Companies, struck off under section 248 of the Companies Act 2013
- The Company has not disclosed or surrendered any income during the year in the Income tax assessments.
- All The Title Deeds Of Immovable Property Are In The Name Of The Company
- No Loans And Advances in the nature of loan have Been Granted to related parties or promoters
- The Company has not made any investment in virtual currency or Crypto currency during the year
- The provisions of section 135 (Corporate Social Responsibility) of the Companies Act,2013 are not applicable to the company
- The Company has not Revalued its fixed assets during the year.
- The Company does not have any intangible assets under development.
- No proceedings have been initiated against the company for holding any Benami property.
- The Company is not declared a wilful Defaulter by any bank or financial institution.
- No Charge or Satisfaction or Charge is pending to be registered with Registrar of Companies
- The Company has not made investment in any company beyond the number of layers of company permitted.
- The Company has not advanced any loan or provided any guarantee or security to any person for the purpose of investing or granting loan to any other person(ultimate beneficiary)
- The Company has no Capital work In progress at the year end.



II NOTES ON ACCOUNTS :

- 1) Balances of Debtors, Creditors and unsecured Loans & advances are subject to confirmation / reconciliation.
- 2) Cash Balances & Closing Stock is taken, valued and certified by the management.
- 3) Income from treasury operations are shown at net off.
- 4) Figures have been rounded off to nearest multiple rupee.
- 5) Previous year's figures have been regrouped and reclassification wherever necessary to correspond with the current year's classification/ disclosure .



FINSTARS CAPITAL LIMITED

Annexure to Notes of Accounts

(Amount in Lacs)

Note 2. Share Capital

Particulars	As at 31st March, 2022		As at 31st March, 2021	
	Number of shares	Rs	Number of shares	Rs
(a) Authorised Capital				
Equity shares of Rs. 10 each with voting rights	50.00	500.00	50.00	500.00
	50.00	500.00	50.00	500.00
(b) Issued & Subscribed and fully paid up				
Equity shares of Rs. 10 each with voting rights	30.53	305.31	30.53	305.31
Total	30.53	305.31	30.53	305.31

1. Details of Share capital

Particulars	Opening Balance	Fresh issue	Closing Balance
(A) Equity shares with voting rights			
For the Year ended 31st March, 2022			
- Number of shares	30.53	0.00	30.53
- Amount (Rs.)	305.31	0.00	305.31
(B) Equity shares with voting rights			
For the Year ended 31 March, 2021			
- Number of shares	15.27	15.27	30.53
- Amount (Rs.)	152.65	152.65	305.31

2. Details of shares held by each shareholder holding more than 5% shares

Particulars	As at 31st March, 2022		As at 31st March, 2021	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Barun more	18.32	0.60	18.32	0.60
Nisha more	12.21	0.40	12.21	0.40

3. Shareholding of Promoters

Promoters Name	As at 31st March, 2022			As at 31st March, 2021		
	Number of shares held	% total shares	% Change during the year	Number of shares held	% total shares	% Change during the year
Equity shares with voting rights						
Barun more	18.32	0.60	0.00	18.32	60.00%	0.00
Nisha more	12.21	0.40	0.00	12.21	40.00%	0.00



Notes forming part of the financial statements (Balance-Sheet Items)

Note 3 : Reserves and surplus

(Amount in Lacs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	376.33	154.60
Add: Profit / (Loss) during the year	283.85	306.17
Less: Transfer to Special Reserve	(79.31)	(84.43)
Balance as at the end of the year	580.87	376.33
Securities Premium Account		
Opening balance	158.36	158.36
Add: On issue of Equity share during the year	-	-
Less: Expenses on increased of authorised capital	-	-
Balance as at the end of the year	158.36	158.36
Net Surplus in the Reserve U/s 451C of The RBI Act, 1934		
Opening balance	145.86	61.43
Add: Transfer from Profit & loss Account	79.31	84.43
Balance as at the end of the year	225.17	145.86
Total	964.40	680.55

Note 4 : Long Term Borrowings

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Secured Borrowings :		
Secured Loan - ICICI Bank (Above all Four Secured loan against Car)	29.67	35.68
Secured Loan - ICD (Against borrowers advances)	172.06	-
Unsecured Borrowings :		
Loans: ICD	1,402.34	405.44
Total	1,604.07	441.12

Note 5 : Other Liabilities- Payables

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Other Payable for Fixed assets	2.80	-
Total	2.80	-



(Amount in Lacs)

Note 10: Property, Plant & Equipments

(i) Tangible Assets : Fixed Assets

	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	Opening Balance	Addition	(Deletion)	As on 31/03/2022	Opening Balance	During the year	Deduction	As on 31/03/2022	As on 31/03/2022	As on 31/03/2021
Data Processing Equipment	12.81	13.65	-	26.46	5.38	5.06	-	11.44	15.03	7.43
Vehicles	47.46	7.31	-	55.28	7.09	12.54	-	19.63	35.84	40.37
Office Equipments	18.61	18.08	-	56.27	3.46	4.77	-	8.23	28.46	15.15
Office Furniture	5.57	50.70	-	56.27	1.15	1.51	-	2.66	53.61	4.42
TOTAL RS	84.46	90.24	-	174.71	17.08	24.88	-	41.96	132.74	67.38

(ii) Intangible Assets : NIL

(iii) Capital Work in Progress : NIL



FINSTARS CAPITAL LIMITED

Note 6 : Short Term Borrowings

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Unsecured Loans - Directors	-	67.50
Total	-	67.50

Note 7 : Trade Payables

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Trade Payable Less than 1 Year		
Total outstanding dues of micro enterprises and small enterprises : Undisputed , Billed and Due	-	-
Creditors for Goods	-	-
Creditors for Services	-	-
Total outstanding dues other than micro enterprises and small enterprises : Undisputed , Billed and Due	-	-
Creditors for Goods	-	-
Creditors for Services	7.35	9.62
Trade Payable Between than 1 -2 Years	-	-
Trade Payable Between than 2 -3 Years	-	-
Trade Payable more than 3 Years	-	-
Trade Payable : Unbilled Dues	-	-
Trade Payable in Foreign Currency	-	-
Total	7.35	9.62

Note 8 : Other current liabilities

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Statutory remittances	17.05	8.25
Salary Payables	2.08	-
Other Liabilities payable	2.76	89.88
Total	21.88	98.14

Note 9 : Short-term provisions

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
<u>Provision - Others:</u>		
(i) Provision for Income Tax	101.29	110.00
(ii) Provision for Exp	3.64	2.68
(iii) Provision for Standard Assets	12.84	6.10
(iv) Provision for NPA Assets	4.57	-
Total	122.34	118.77



FINSTARS CAPITAL LIMITED

Note 11 : Other Non Current Investment

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Long Term		
Trade Investment - Unsecured Considerable Good	0.10	0.10
Deposit: FDR	1.39	0.98
Security Deposit - Other Advances Unsecured and Considered Good	1.01	-
Non-Trade - Other Advances Unsecured and Considered Good		
Total	2.50	1.08

Note 12 : Long term Loan & Advances-Financing Activity

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Loan to Borrowers	2,742.73	1,524.33
Included Standard assets Rs. 2697.01 Lacs		
Included NPA Rs. 45.72 Lacs		
Total	2,742.73	1,524.33

Note 13 : Trade Receivable

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Unsecured		
Undisputed Trade receivables – considered good		
Trade Receivable Less than 6 months	0.67	0.16
Trade Receivable between 6 months - 1 Year	-	-
Trade Receivable between 1 Year- 2 years	-	-
Trade Receivable between 2 Year- 3 years	-	-
Trade Receivable more than 3 years	-	-
Secured		
Unbilled Dues	-	-
Trade Receivable - Related parties	-	-
Total	0.67	0.16

Note 14 : Cash & Cash Equivalents

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Cash on Hand	2.50	3.90
Balance With Schedule Bank	9.91	4.01
Total	12.40	7.92



FINSTARS CAPITAL LIMITED

Note 15 : Short Term Loans and Advances -Financing Activity

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Advances to Parties	0.02	0.79
Provision for Interest Income	33.42	17.45
Total	33.44	18.24

Note 16 : Other Current Assets

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Prepaid Expenses	1.06	0.24
Balance with Govt. Authority	101.45	101.59
Other Advances	1.16	0.08
Total	103.68	101.91



FINSTARS CAPITAL LIMITED

Notes forming part of the financial statements (Profit & Loss Items)

Note 17 : Revenue From Operations (Amount in Lacs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Income from operation	382.83	183.48
Other Business Income	80.95	47.39
Total	463.78	230.86

Note 18: Other Financial Income

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Revenue from Treasury Operation	403.12	395.64
Short Term Capital Gain-sale of assets	-	0.01
Interest on FD	0.00	-
Interest on MF	-	0.16
Total	403.13	395.81

Note 19 : Direct Expense

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Brokerage & Commission Exp.	0.25	1.53
Credit Rating And Reporting Services	5.64	2.40
Legal Expense	0.44	0.66
Legal Technical Fees	11.01	7.92
Professional Fees/loan	24.95	15.33
Total	42.30	27.85

Note 20 : Employee benefits expense

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Salaries and wages & Bonus	144.59	64.67
Director Remuneration	34.80	34.80
Director Setting Fee	0.72	0.72
Incentive Exp	9.01	7.33
Staff Welfare Exp.	4.73	2.73
EPF & ESIC	14.61	5.03
Total	208.46	115.29



FINSTARS CAPITAL LIMITED

Note 21 : Financial Expenses

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Interest Exp	86.25	9.82
Total	86.25	9.82

Note 22: Other Expenses

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs.	Rs.
Audit Fee	0.20	0.20
Advertisement Charge	0.31	0.04
AMC charges	4.90	1.01
Account Charges	0.03	0.04
Bank charges	0.84	0.70
Custody Fees	0.09	0.09
Conveyance Exps	14.30	7.19
Covid Kits	-	0.89
Electric Charges	2.45	1.01
File Storage Charges	4.00	1.89
Insurance expenses	0.23	0.01
Other Gst Exps	12.82	0.02
Office Expenses	38.41	4.72
Professional & Consultancy Fees	4.43	2.71
Property Tax	1.18	0.27
Recuriment Exps	0.15	0.35
ROC Fees	0.09	0.04
Rent Exps	5.21	2.76
Stationary & Printing Exps	3.35	2.02
Telephone & Mobile Exps	2.14	3.19
Traveling Exps	12.56	6.97
Vehicle Exp	0.77	0.71
Total	108.47	36.81

Payment to Auditors - Detail

Particulars	As at 31st March, 2022	As at 31st March, 2021
	RS.	RS.
(i) Payments to the auditors comprises (net of GST input credit, where applicable):		
As auditors - statutory audit	0.20	0.20
As auditors - Other Certificate fee	0.03	0.05
Total	0.23	0.25



FINSTARS CAPITAL LIMITED

NOTE - 23 : Ratio Analysis

Sr. No.	Ratio	Numerator	Denominator	31st March 2022	31st March 2021	% Variance	Reason for variance
1	Current ratio	Current Assets	Current Liabilities	0.99	0.44	-0.55	-
2	Debt equity ratio	Total Debt	Shareholder's Equity	1.26	0.52	-0.75	-
3	Debt service coverage ratio	Net Profit before taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc	Interest & Lease Payments + Principal Repayments	3.05	11.65	8.60	-
4	Return on Equity	Net Profits after taxes – Preference Dividend (if any)	Average Shareholder's Equity	0.93	1.00	0.07	-
5	Inventory turnover ratio	Cost of goods sold OR sales	Average Inventory (Opening + Closing balance / 2)	NA	NA	0.00	-
6	Trader receivable turnover ratio	Net Credit Sales (gross credit sales minus sales return)	Average Accounts Receivable (Opening + Closing balance / 2)	21.47%	63.20%	0.00	-
7	Trade payable turnover ratio	Net Credit Purchases (gross credit purchases minus purchase return)	Average Working Capital	NA	NA	0.00	-
8	Net capital turnover ratio	Net Sales (total sales minus sales returns)	Average Working Capital	-14.03	-2.45	11.58	-
9	Net profit ratio	Net Profit	Net Sales	0.61	1.33	0.71	-
10	Return on capital employed	Earning before interest and taxes	Capital Employed (Tangible Net Worth + Total Debt + Deferred Tax Liability)	396.57	422.18	25.60	Due to increased in Debts
11	Return on investment	Return	Investment	0.25	0.37	11.60%	-



NOTE - 24

RELATED PARTY DISCLOSURES

A. WHERE CONTROL EXISTS

Name of the Party	Nature of Relation
Note : There is no transaction with related party , where control is exist	

B. NAME OF RELATED PARTIES AND DESCRIPTION OF RELATIONSHIP, WHERE TRANSACTION HAVE TAKEN PLACE DURING THE YEAR:

:- KEY MANAGEMENT PERSONNEL

Barun More	Director
Nisha More	Director
Ashishkumar Pancholi	Ind. Director
Umang Kumar Thakkar	Ind. Director

:- ENTERPRISES ON WHICH KEY MANAGEMENT PERSONNEL AND THEIR RELATIVE HAVE SIGNIFICANT INFLUENCE

Name of the Party	Nature of Relation
-	-

C. DISCLOSURES FOR TRANSACTIONS WITH RELATED PARTIES DURING THE YEAR.

Nature of Transactions	Enterprise on which Control Exists.	Key Management Personnel.	Enterprises on which Key Management personnel and their Relatives have significant influence.	Total
Sitting Fees	-	0.72	-	0.72
Loan Received	-	50.00	-	50.00
Loan paid	-	117.50	-	117.50
Expenses incurred	-	8.32	-	8.32
Remuneration	-	34.80	-	34.80

D. DISCLOSURES FOR BALANCE OUTSTANDING WITH RELATED PARTIES

Nature of Transactions	Enterprise on which Control Exists.	Key Management Personnel.	Enterprises on which Key Management personnel and their Relatives have significant influence.	Total
Loan Payable	-	-	-	-

NOTE - 25

The Company has not received any intimation from "Suppliers" regarding their status under the Micro, Small and Medium enterprises Development Act, 2006 and hence disclosure, if any, relating to the amount un-paid as the end of year together with interest paid/ payable as required under the said Act have not been furnished.



NOTE - 26

Expenditure In Foreign Currency (Accrual Basis) : NIL

Earning in foreign Currency : NIL

NOTE - 27

GST input credit receivable and GST payable of financial year 2021-22 has been effected in GST Return of April 2022.

NOTE - 28

Previous year's figures have been regrouped and reclassification wherever necessary to correspond with the current year's classification/ disclosure

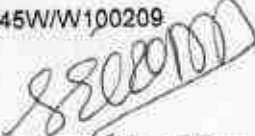
As per our report of even date attached

UDIN : 22112900AKIVIN3974

FOR, K P S J & ASSOCIATES LLP

CHARTERED ACCOUNTANTS

FRN: 124845W/W100209



SHRIRAM RAMRATAN LADDHA

PARTNER

M.NO. 112900

Place: AHMEDABAD

Date : 30/05/2022



For and on behalf of the Board of Directors

FINSTARS CAPITAL LIMITED



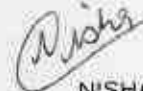
BARUN MORE

Director

DIN-07505258

Place: AHMEDABAD

Date : 30/05/2022



NISHA MORE

Director

DIN-02878931