Choice
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ANNUAL REPORT 2025-26

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CORPORATE

Information

CORPORATE IDENTIFICATION NUMBER
U74999MH2016PTC281908

DATE OF INCORPORATION
01/06/2016

REGISTERED OFFICE
Sunil Patodia Tower, Plot No. 156-158, J.B. Nagar,
Andheri (East), Mumbai 400099
Tel: +91-22-6707 9999

BOARD OF DIRECTORS

Mr. Kamal Poddar
Whole-time director

Mr. Ajay Rajendra Kejriwal
Executive Director

Mr. Vijendra Singh Shekhawat
Director & Chief Executive Officer

Mr. Arun Kumar Poddar
Executive Director

Mr. Sandeep Singh Kumar
Independent Director

Mr. Manoj Kumar Verma
Independent Director

Mr. Anil Aggarwal
Independent Director

Mrs. Reena Unmesh Wagh
Additional Independent Director

COMPANY SECRETARY & COMPLIANCE OFFICER
Ms. Karishma Praful Shah

CHIEF FINANCIAL OFFICER
Mr. Manoj Singhania

CORPORATE IDENTIFICATION NUMBER
U74999MH2016PTC281908

REGISTERED OFFICE
Sunil Patodia Tower, Plot No. 156-158,\
J.B. Nagar, Andheri (East), Mumbai-400099,
Maharashtra, India.

TELEPHONE NO.
022 6707 9999

EMAIL
cfpl@choiceindia.com

WEBSITE
www.choiceindia.com

STATUTORY AUDITORS
M/s. Chokshi & Chokshi LLP,
Chartered Accountants (LLPIN: AAC-8909)

SECRETARIAL AUDITOR
M/s. Suman Sureka & Associates, Company Secretaries
(Certificate of Practice No.: 4892)

REGISTRAR & SHARE TRANSFER AGENTS
MUFG Intime India Private Limited
(formerly known as Link Intime India Private Limited)
Registered office:
C-101, 1st Floor, 247 Park,
Lal Bahadur Shastri Marg,
Vikhroli (West), Mumbai City,
Mumbai-400083, Maharashtra, India.
Contact: +91 22 4918 6000
Website: https://in.mpms.mufg.com/
E-mail: cosec@in.mpms.mufg.com

DEBENTURE TRUSTEE
Axis Trustee Services Limited
Axis House, P B Marg, Worli,
Prabhadevi, Mumbai - 400025,
Maharashtra
Contact Person: **Mr. Kumar Samithan**
(GM and Head-Operations)
Contact No.: +91-22-62300451
Email address: debenturetrustee@axistrusee.in
Website: www.axistrustee.in

LISTING DETAILS
Non-Convertible Debentures listed on BSE Limited
and the USD Bonds are listed on the Gift City Stock exchanges
i.e. India INX and NSE IFSC Limited.

BOARD'S Report

To,
The Members,
Choice Finserv Private Limited,
Sunil Patodia Tower, Plot No: 156-158,
JB Nagar, Andheri (East), Mumbai-400099,
Maharashtra, India.

Your Directors have pleasure in presenting their **10th (Tenth) Annual Report** on the business and operations of the Company together with the Audited Financial Statements for the financial year ended March 31, 2026 and on the state of affairs of the Company.

PRINCIPAL ACTIVITIES

Your Company is registered as a Non-Banking Financial Company ("NBFC") in the Category of Investment and Credit Company pursuant to Certificate of Registration dated January 12, 2018 issued by the Reserve Bank of India ("RBI") under the provisions of Section 45IA of the Reserve Bank of India Act, 1934 ("RBI Act"), and is primarily engaged in providing MSME Loans, Vehicle Loans, Solar Loans, etc. which are backed by which are backed by immovable property and hypothecation on funded assets. As on date, your Company is classified as a 'Middle Layer' NBFC pursuant to Scale Based Regulations prescribed by the RBI vide its Circular Ref. No. RBI/DOR/ZOZS-26/339 DOR FIN.REC.No.258/03.10.119/2025-26 read with Master Direction - Reserve Bank of India (Non-Banking Financial Companies — Registration, Exemptions and Framework for Scale Based Regulation) Directions, 2025 dated November 28, 2025.

FINANCIAL PERFORMANCE

The Company's Financial Performance for the financial year ended on March 31, 2026 along with previous year figures are given hereunder:

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Revenue from Operations	15,909.59	11,606.09
Other Income	516.58	18.33
Total Income	**16,426.17**	**11,624.42**
Total Expense	**14,864.14**	**10,431.49**
Profit/(Loss) before Tax Expense	**1,562.03**	**1,192.93**
Less: Tax Expense		
Current Tax	447.68	185.46
Earlier Tax Expense	(1.66)	(0.30)
Deferred Tax	(68.98)	447.90
Profit/(Loss) for the year	**1,184.99**	**559.87**
Earnings Per Equity Share (Face Value of Rs. 10/- per Equity Share):		
Basic (INR)	1.17	0.70
Diluted (INR)	1.16	0.69

The key financial performance indicators for the year are as follows:

The revenue from operations has increased from INR 11,606.09 Lakhs in the financial year 2024-25 to INR 15,909.59 Lakhs in the financial year 2025-26. Similarly, the profit after tax has increased from INR 559.87 in the financial year 2024-25 to INR 1,184.99 in the financial year 2025-26.

ACCOUNTING METHODOLOGY

The financial statements of the Company for the financial year 2025–26 have been prepared in compliance with the provisions of the Companies Act, 2013 (the "Act"), applicable accounting standards and amendments thereto, and are presented in accordance with Schedule III of the Act. The financial statements are presented in Indian Rupees (`) and all values are rounded off to the nearest lakh, unless otherwise stated.

CHANGE IN THE NATURE OF THE BUSINESS

There is no change in the nature of the business of the Company during the financial year under review. Further, information on the business overview, outlook, and state of affairs of the Company is provided in the Management Discussion and Analysis section of this Annual Report.

DIVIDEND

Your Company currently intends to retain the earnings to finance the operations and expansion of our business, thus your directors do not recommend any dividend for the financial year ended March 31, 2026.

ALTERATION OF MEMORANDUM AND ARTICLES OF ASSOCIATION (MOA & AOA) OF THE COMPANY

- **Memorandum of Association ('MOA')**

  During the financial year under review, the Capital Clause of MOA was altered pursuant to increase in authorised share capital of the Company from INR 97,40,00,000/- (Indian Rupees Ninety-Seven Crores and Forty Lakhs only) divided into 9,74,00,000 (Nine Crores Seventy-Four Lakhs Only) equity shares of INR 10/- each (Indian Rupees Ten Only) each to INR 106,60,00,000/- (Indian Rupees One Hundred and Six Crores and Sixty Lakhs Only) divided into 10,66,00,000 (Ten Crores Sixty-Six Lakhs Only) equity shares of INR 10/- each (Indian Rupees Ten Only) in order to facilitate future funding requirements pursuant to the approval of the Members of the Company at their Extra-ordinary General Meeting ('EGM') held on June 06, 2025.

- **Articles of Association ('AOA')**

  During the financial year under review, AOA was altered in order to insert a new clause pertaining to 'Appointment of Debenture Trustee Nominee Director' as per the provisions of Regulation 23(6) of the SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 pursuant to the approval of the Members of the Company at their Annual General Meeting ('AGM') held on September 30, 2025.

SHARE CAPITAL

- **Authorised Share capital**

  The Authorised Share Capital of the Company as on March 31, 2026 was INR 106,60,00,000 (Indian Rupees One Hundred and Six Crores and Sixty Lakhs Only) divided into 10,66,00,000 (Ten Crores Sixty-Six Lakhs Only) equity shares of INR 10/- (Indian Rupees Ten only) each.

- **Issued, Subscribed and Paid-up Share Capita**

  The Issued, Subscribed and Paid-up Share Capital of the Company as on March 31, 2026 was INR 1,02,75,00,000/- (Indian Rupees One Hundred and Two Crores and Seventy-Five Lakhs only) divided into 10,27,50,000 (Ten Crores Twenty-Seven Lakhs and Fifty thousand) equity shares of INR 10/- (Indian Rupees Ten only) each.

DISCLOSURES OF AMOUNTS, IF ANY, TRANSFER TO ANY RESERVES

Pursuant to the provisions of Section 45-IC(1) of the RBI Act, 1934, the Board of your Company decided to transfer INR 970.58 Lakhs to the Statutory Reserve for the financial year under review.

TRANSFER OF UNCLAIMED DIVIDEND TO IEPF

There were no instances of transfer of unclaimed dividend to Investor Education and Protection Fund (IEPF) for the financial year under review pursuant to Section 124 (6) of the Companies Act, 2013 ("the Act") read with rules thereunder.

BORROWINGS

The Company has sourced its funding requirements through multiple instruments, including:

i. Term loan from various PSU banks, Private Sector banks and NBFCs
ii. Listed and Unlisted Non-Convertible Debentures ("NCDs")

Further, as on March 31, 2026:

- The Company's total outstanding debt across these instruments amounted to INR 574.64 Crores.
- The Debt/Equity ratio was 1.24 times.
- The Company has duly serviced all its debt obligations, with no overdue interest or principal.

CAPITAL ADEQUACY RATIO

Capital Adequacy Ratio as on March 31, 2026 stood at 45.83% which is well above the minimum regulatory norms for non-deposit accepting NBFCs.

CREDIT RATING

Pursuant to the provisions of the Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021, as amended from time to time, the Company obtains credit ratings from credit rating agencies registered with the Securities and Exchange Board of India (SEBI) for its listed debt securities.

During the financial year under review, India Rating and Research Private Limited and Acuite Ratings & Research Limited assigned/affirmed/reaffirmed the following ratings to the Company:

(Rs. in Lakhs)

Instrument	Size of Issue (in INR Crores)	Rating Outlook	Rating Action
Bank Loans	100	IND A-/Stable	Affirmed
Bank Loans	200	IND A-/Stable	Affirmed
Non- convertible debentures	50	IND A-/Stable	Affirmed
Non- convertible debentures	100	IND A-/Stable	Assigned
Bank Loans	300	ACUITE A-/Stable	Re-affirmed
Bank Loans	100	ACUITE A-/ Stable	Re-affirmed
Non- convertible debentures	50	ACUITE A-/ Stable	Re-affirmed
Non- convertible debentures	50	ACUITE A-/ Stable	Re-affirmed
Non-convertible debentures	100	ACUITE A-/ Stable	Re-affirmed

On 18th June, 2026, CareEdge Global IFSC Limited, a Global credit rating agency in relation to the credit rating assigned to the below mentioned instruments of the Company:

Instrument	Type	Rating	Issue Size
External Commercial Borrowing	Long-Term Foreign Currency	CareEdge B+/Stable	USD 4 million
External Commercial Borrowing (proposed)	Long-Term Foreign Currency	CareEdge B+/Stable	USD 6 million

ANNUAL RETURN

Pursuant to the provisions of Section 92(3) of the Act read with Section 134(3)(a) and Rule 12 of the Companies (Management and Administration) Rules, 2014, every company shall place a copy of Annual Return on website of the Company, if any, and shall also disclose the web link of such Annual Return in the Board's Report. Accordingly, a copy of the Annual Return of the Company in e-Form MGT-7 for the financial year 2025-26 is available on your Company's website at https://choiceindia.com/cfpl-policies-and-disclsoures.

DEPOSITS

Since your Company is a Non-deposit taking NBFC, it has neither accepted any deposits nor there were any amounts outstanding at the beginning of the financial year which were classified as Deposits' in terms of the provisions of Section 73 of the Companies Act, 2013 ("the Act") read with the Companies (Acceptance of Deposit) Rules, 2014 and hence, the requirement for furnishing of details of deposits which are not in compliance with the Chapter V of the Act is not applicable on the Company.

BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNELS ("KMPs") OF THE COMPANY

- **Board of Directors**

  During the financial year under review, the Board of Directors of the Company comprises of 7 (Seven) Directors out of which 3 (Three) are Independent Directors and 4 (Four) are Executive Directors, the composition of which are as follows:

Sr. No.	Name of the Director	DIN	Designation
1.	Kamal Poddar	01518700	Chairman and Whole-Time Director
2.	Ajay Rajendra Kejriwal	03051841	Director
3.	Vijendra Singh Shekhawat	09435913	Director and Chief Executive Officer ('CEO')
4.	Arun Kumar Poddar	02819581	Director
5.	Manoj Kumar Verma	10335698	Independent Director
6.	Sandeep Singh Kumar	02814440	Independent Director
7.	Anil Aggarwal	10059847	Independent Director

- **Changes in the Board Composition**

  During the financial year under review, there were no changes in the composition of the Board of Directors of the Company.

  Subsequent to the close of the financial year and up to the date of this Report, based on the recommendation of the Nomination and Remuneration Committee, the Board of Directors, at its meeting held on April 20, 2026, approved the appointment of Mrs. Reena Unmesh Wagh (DIN: 11597282) as an Additional Non-Executive Independent Director of the Company for a term of five (5) consecutive years, commencing from April 20, 2026 and ending on April 19, 2031 (both days inclusive), subject to the approval of the Members at the ensuing Annual General Meeting.

- **Retirement by Rotation**

  In accordance with the provisions of Section 152(6) and other applicable provisions, if any, of the Act read with the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment{s) thereof for the time being in force), and the Articles of Association of the Company, Mr. Ajay Rajendra Kejriwal (DIN:03051841) of the Company retires by rotation at the ensuing AGM of the Company and being eligible offers himself for re-appointment.

- **Fit and Proper Criteria**

  All the Directors meet the fit and proper criteria stipulated by the Reserve Bank of India (Non-Banking Financial Companies - Governance) Directions, 2025 (“Master Direction”). Further, all the disclosures in this regard have been obtained from the Directors of the Company.

- **Declaration given by the Independent Directors**

  The Independent Directors have submitted a declaration of independence, stating that they fulfil the criteria of Independence as prescribed under Section 149(6) of the Act and have also confirmed that there has not been any change in the circumstances which may affect their status as Independent Directors of the Company that could impair or impact their ability to discharge their duties with an objective independent judgement and without any external influence.

  Further, in terms of Section 150 of the Act read with Rule 6 of the Companies (Appointment & Qualification of Directors) Rules, 2014 as amended, the Independent Directors have also confirmed that their names are included in the data bank of Independent Directors maintained by Indian Institute of Corporate Affairs (IICA).

  The Independent Directors have confirmed their compliance with the Code for Independent Directors prescribed under Schedule IV of the Act, as well as with the Code of Conduct adopted by the Company

- **Key Managerial Personnel (“KMP”)**

  Pursuant to the provisions of Section 2(51) and Section 203 of the Act, the following are the KMPs of the Company as on March 31, 2026:

Sr. No.	Name of the Director	Designation
1.	Mr. Kamal Poddar	Whole Time Director
2.	Mr. Vijendra Singh Shekhawat	Chief Executive Officer
3.	Mr. Manoj Singhania	Chief Financial Officer
4.	Ms. Karishma Shah	Company Secretary

BOARD MEETINGS

During the financial year, 6 (six) Board Meetings were convened and held, the details of which along with the attendance of Directors thereat, are disclosed in the Corporate Governance Report forming part of this Annual Report. The intervening gap between the said Board Meetings was within the period prescribed under the Act.

COMMITTEES OF BOARD

Your Company has 15 (Fifteen) Committees as on March 31, 2026, namely:

1. Audit committee
2. Nomination and Remuneration Committee
3. Risk Management Committee
4. Management Committee
5. Information Technology Strategy Committee
6. Product Approval Committee
7. Investment Committee
8. Asset Liability Management Committee
9. Information Technology Steering Committee
10. Risk Management Committee of Executives
11. Credit Committee of Management
12. Disciplinary Action Committee
13. Credit Committee of Executives
14. Committee of the Executives#
15. Consumer Protection Committee

The details of the roles & responsibilities and composition of these Committees, including the number of meetings held during the financial year and attendance at these meetings are provided in the Corporate Governance Report forming part of this Annual Report.

#Further, after the end of the financial year and as on the date of this report, the Board of Directors at its meeting held on October 14, 2025 approved the dissolution of Credit Committee of Executives since purpose for which Committee was constituted had been fulfilled.

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

In accordance with the provisions of section 178(3) of the Act read with rules made thereunder and RBI guidelines, the Board on the recommendation of Nomination and Remuneration Committee ('NRC'), has adopted the Nomination and Remuneration Policy ("NR Policy"), which inter alia, includes the criteria for appointment and remuneration of Directors, Key Managerial personnel ('KMPs') and Senior Management ('SMPs') of the Company.

The Company has also framed the terms & conditions for appointment of Independent Directors to formulate the criteria for determining qualifications, positive attributes and independence of a director and determining whether to extend or continue the terms of appointment of independent director on the basis of the report on performance evaluation.

The Policy is available on the Company's website at https://choiceindia.com/cfpl-policies-and-disclsoures.

ANNUAL EVALUATION OF PERFORMANCE BY THE BOARD, ITS COMMITTEES AND OF INDIVIDUAL DIRECTORS

In accordance with the applicable provisions of the Act and the criteria specified in the Nomination and Remuneration Policy of the Company, the Board has carried out an annual performance evaluation of its own performance, and of the directors individually, as well as the evaluation of the functioning of all the committees of the Board.

The performance evaluation was conducted by obtaining inputs from all Directors and Members of the Committees, as applicable. Additionally, the Independent Directors held a separate meeting to assess the performance of the Non-Independent Directors, the Chairperson, and the overall functioning of the Board along with its Committees. Following the evaluation, the Independent Directors expressed their satisfaction with the performance and effectiveness of the Board, the individual Non-Independent Directors, and the Chairperson.

The Nomination and Remuneration Committee as approved by the Board of the Company has prescribed the manner in which the evaluation has been carried out. The process of evaluation has been detailed in the Report on Corporate Governance, which forms part of the Annual Report.

DIRECTORS' RESPONSIBILITY STATEMENT

In terms of the provisions of Section 134(5) of the Act, and to the best of their knowledge and belief and according to the information and explanations obtained /received from the operating management, your Directors make the following statement and confirm that:

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

b. appropriate accounting policies have been selected and applied consistently and the Directors 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 as at the end of the financial year ended March 31, 2026 and of the profit/loss of the Company for the said period;

c. proper and sufficient care was taken 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 annual accounts of the Company have been prepared on a going concern basis;

e. the Company had laid down internal financial controls to be followed and that such internal financial controls are adequate and were operating effectively; and

f. the systems to ensure compliance with the provisions of all applicable laws were in place and that such systems were adequate and operating effectively.

COMPLIANCE WITH SECRETARIAL STANDARDS

Your Company has formulated appropriate systems to ensure Compliance with all the provisions of applicable Secretarial Standards during the financial year under review issued by the Institute of Company Secretaries of India ("ICSI") and that such systems are adequate & operating effectively.

CORPORATE SOCIAL RESPONSIBILITY

In compliance with the provisions of Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, your company has adopted Corporate Social Responsibility Policy ('CSR Policy') to shoulder its responsibility towards the society to ascertain that the activities undertaken by the Company are in the best interest of the society. Further, the Company's social initiatives are strategically designed to promote sustainable community development and create long-term social impact. These initiatives are implemented in strict alignment with the Company's CSR Policy, the activities specified under Schedule VII of the Act, and the guidelines issued by the Ministry of Corporate Affairs, Government of India, ensuring full regulatory compliance and responsible corporate conduct. The CSR Policy of the Company is available on the website of the Company at https://choiceindia.com/cfpl-policies-and-disclsoures.

During the financial year under review, the Company has contributed an amount of INR 11,65,000 (Indian Rupees Eleven Lakhs Sixty-Five Thousand Only) towards the CSR activities. The details of the said expenditure are given in the Annual Report on CSR which forms part of this Annual report as '**Annexure I**'.

Further, in accordance with Rule 4(5) of the Companies (Corporate Social Responsibility Policy) Rules, 2014, the Board has satisfied itself that the funds disbursed have been utilised for the purposes and in the manner approved by it, and the Chief Financial Officer has duly certified the same for FY 2025–26.

AUDITORS AND AUDITORS REPORT

- **Statutory Auditors**

  Pursuant to the provisions of Sections 139 and 141 of the Act and Rules made thereunder, M/s. Chokshi & Chokshi LLP (LLPIN: AAC 8909) were appointed as Statutory Auditors of the Company in place of M/s. ASBS & Co. Chartered Accountants (Firm Registration Number: 135952W) by the members of the Company at the Annual General Meeting ('AGM') held on September 02, 2024 to hold office till the conclusion of the 11th AGM to be held for the financial year 2026-27.

  M/s. Chokshi & Chokshi LLP have given their confirmation to the effect that they are eligible to act as Statutory Auditors and that they are not disqualified in any manner from continuing as Statutory Auditors of the Company.

  For the financial year under review, Statutory Auditors of the Company have issued an unmodified opinion on the financial statements of the Company. The Audit Report does not contain any qualification, reservation, adverse remark, or disclaimer. Further, there were no instances of fraud reported by the Statutory Auditors to the Audit Committee under Section 143(12) of the Act and the rules made thereunder.

- **Secretarial Auditor**

  Pursuant to the provisions of Section 204 of the Act read the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors of the Company at its meeting held on April 20, 2026 re-appointed M/s. Suman Sureka & Associates, Company Secretaries, as the Secretarial Auditor of the Company for conducting Secretarial Audit for the financial year 2025-26.

  There were certain observations given by the Secretarial Auditor in its Report for the financial year under review. The comments by the Board on the same as follows:

  1. It was observed that, in respect of the following private placements of Non-Convertible Debentures (NCDs), there was a procedural deviation in the sequence of compliance under Rule 14(8) of the Companies (Prospectus and Allotment of Securities) Rules, 2014:

  a. Allotment of 35,000 secured, rated, listed, redeemable, taxable, non-convertible debentures (NCDs) of FV Rs.10,000 aggregating to Rs. 35,00,00,000/- dated 26th December, 2025.
  b. Allotment of 500 secured, rated, unlisted, redeemable, 12% non-convertible debentures (NCDs) of FV Rs.1,00,000 each aggregating to Rs. 5,00,00,000/- dated 28th April, 2025.
  c. preferential allotment of 9,214,585 equity shares of face value ₹10 each, allotted on June 9, 2025, there was a procedural deviation for the compliance of Section 62 of the Companies Act, 2013 and Rule 14(8) of the Companies (Prospectus and Allotment of Securities) Rules, 2014.

  Management's comment: The delay in completion of the procedural filing was attributable to an unforeseen technical issue encountered on the MCA portal at the time of filing the requisite e-forms. The Company had completed all underlying corporate approvals and compliances within the prescribed timelines, and the delay was limited to the electronic filing process. Upon resolution of the technical issue, the requisite filings were completed.

2. Based on the information and explanations furnished by the Management and the records made available for our verification, the Company had filed Form CHG-9 vide SRN AB3981043 within the prescribed timeline under Section 77 of the Companies Act, 2013 read with the Companies (Registration of Charges) Rules, 2014, for registration of charge created in respect of 500 Secured, Rated, Unlisted, Redeemable, 12% Non-Convertible Debentures issued during the Audit Period. Pursuant to observations raised by the Registrar of Companies, the said Form was resubmitted; however, the same remained unapproved. Upon expiry of the statutory period prescribed under Section 77 for registration of the charge, the Company was unable to undertake a fresh filing. The charge created in respect of the aforesaid Non-Convertible Debentures continues to remain unregistered with the Registrar of Companies as on the date of this Report.

Management's comment: The Company had filed Form CHG-9 within the statutory timeline prescribed under Section 77 of the Companies Act, 2013 and promptly addressed the observations raised by the Registrar of Companies by submitting the requisite resubmissions. However, owing to technical and procedural issues encountered during the processing of the e-form on the MCA portal, the form remained pending for approval. Consequently, upon expiry of the statutory filing period, a fresh filing could not be undertaken. The Company had discharged its filing obligations within the prescribed timeline and continues to pursue the matter with the Registrar of Companies for appropriate resolution.
3. During the financial year, the Company did not comply with the requirements of Regulation 60(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in respect of the prior intimation to the Stock Exchange for the record date fixed on August 28, 2025. Consequently, BSE Limited levied a fine on the Company in terms of SEBI Circular No. SEBI/HO/DDHS/DDHS_Div1/P/CIR/2022/0000000103 dated July 29, 2022, which was duly paid by the Company. Management's comment: The delay in furnishing the prior intimation to the Stock Exchange was an isolated instance arising from an inadvertent technical/system-related issue in the compliance process. The Company subsequently complied with the regulatory requirements, and the fine levied by BSE Limited was duly paid. The Company has since reviewed and strengthened its compliance monitoring framework, including additional system-based controls and review mechanisms, to ensure timely submission of regulatory intimations going forward.
4. The Company submitted the Half-Yearly Statement of Debt Securities to the Stock Exchange with a delay of one working day beyond the prescribed timeline of 15 working days from the end of each half-year, as required under Chapter VIII of SEBI Master Circular No. SEBI/HO/DDHS/PoD1/P/CIR/2024/54 dated May 22, 2024. Management's comment: The delay of one working day in submission of the Half-Yearly Statement of Debt Securities was caused by an unforeseen technical issue encountered during the filing process, resulting in a marginal delay in uploading the disclosure. The delay was procedural in nature and did not have any impact on the accuracy or completeness of the information disclosed. The Company has implemented enhanced monitoring and review controls to ensure timely submission of all regulatory filings in future.

The Report of the Secretarial Auditor in Form MR-3 forms part of this Annual Report and is annexed herewith as '**Annexure II**'.

- **Internal Auditor**

  Pursuant to the provisions of Section 138 of the Act read with the Companies (Accounts) Rules, 2014 including all amendments thereto for the time being in force and the provisions of the applicable guidelines and circulars issued by the Reserve Bank of India, and on the recommendation of the Audit Committee, the Board at its meeting held on April 19, 2025, re-appointed Mr. Devee Singh Rathore, Chartered Accountant, as the Internal Auditor of the Company for conducting the Internal Audit for the financial year 2025-26.

  The Internal Auditor meets the Audit Committee on a quarterly basis to present audit findings, discuss internal audit observations, and apprise the Committee of key risk and control matters. The audit framework is risk based and objective, providing independent assurance over the design and operating effectiveness of the Company's internal control systems, governance processes and compliance environment. The Audit Committee quarterly reviews the audit findings as well as the adequacy and effectiveness of internal control measures, risk management, governance systems and processes.

DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS PURSUANT TO RULE 8 (5) (viii) OF THE COMPANIES (ACCOUNTS) RULES, 2014

The Internal Auditor of the Company has confirmed that the Company has established a robust system of internal financial controls with reference to its Financial Statements, which are adequate and commensurate with the size, scale, and complexity of its operations. These controls are designed to ensure the accuracy and reliability of financial reporting, safeguard assets, and ensure compliance with applicable laws and regulations.

During the financial year under review, the effectiveness of these controls was evaluated by the Internal Auditor, considering the essential components of a sound internal control system as prescribed by relevant standards and best practices. The assessment did not reveal any reportable material weaknesses or significant deficiencies in the design or operational effectiveness of the internal financial controls. However, the Company acknowledges that no internal control system can provide absolute assurance against all possible

risks or irregularities. Therefore, it remains committed to maintaining the integrity of its financial controls through continuous monitoring, regular internal audits, and periodic review mechanisms to strengthen & enhance the existing framework.

The report on Internal Financial Controls under clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 is duly placed before the Audit Committee of the Company.

STATEMENT INDICATING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT

Pursuant to the provisions of Section 134(3)(n) of the Companies Act, 2013, the Company has developed and implemented a comprehensive Risk Management Policy to identify, assess, monitor and mitigate risks that may impact its business operations, financial performance and strategic objectives. The Company has established a robust risk governance framework under the oversight of the Board of Directors and the Risk Management Committee of the Board (RMCB), supported by executive management committees and control functions.

As a Non-Banking Financial Company (NBFC), the Company is exposed to various risks including credit risk, liquidity risk, operational risk, information technology security risk, foreign exchange and derivative risk, and interest rate risk. The Company has implemented appropriate mitigation measures for each material risk, as detailed below:

Credit Risk: Credit risk arises from the possibility of default by borrowers or counterparties. Credit risk is mitigated through a comprehensive credit underwriting framework comprising customer eligibility assessment, KYC and due diligence, credit appraisal, collateral evaluation, borrower and group exposure assessment, product-specific underwriting norms, delegated approval authorities, exception approval matrix, and continuous post-disbursement monitoring. The Company also maintains negative industry and customer lists, concentration limits, and structured security documentation to safeguard its credit portfolio. Adequate provisioning is maintained in accordance with applicable RBI guidelines.

Liquidity Risk: Liquidity risk pertains to the Company's ability to meet its financial obligations as and when they fall due. The Company manages liquidity risk through a comprehensive Asset Liability Management (ALM) framework, periodic monitoring by the Asset Liability Management Committee (ALCO), maintenance of adequate capital and liquidity buffers, diversified funding sources, maturity profiling of assets and liabilities, stress testing, contingency funding plans and monitoring of liquidity ratios and mismatch limits as prescribed by the Board and regulatory authorities.

Concentration Risk: Concentration risk arises from excessive exposure to a single borrower, borrower group, geography, industry or asset class, which may adversely impact the Company's financial position. The Company mitigates this risk through well-defined exposure limits approved by the Board, portfolio diversification across borrowers, sectors and geographies, and continuous monitoring of concentration levels. Prudential exposure limits have been prescribed for single borrowers, borrower groups, sensitive sectors such as real estate and capital markets, as well as overall and unsecured consumer credit exposures. Compliance with these limits is monitored on an ongoing basis, and any exceptions are subject to appropriate approval and oversight, thereby ensuring that concentration risks remain within the Company's approved risk appetite.

Operational and Fraud Risk: Operational risks may arise due to inadequate or failed internal processes, systems, human errors, frauds or external events. The Company mitigates these risks through well-defined operating procedures, maker-checker controls, segregation of duties, internal audits, system-based controls, fraud risk management mechanisms, vendor management practices, outsourcing controls, employee awareness programmes and business continuity and disaster recovery plans.

Information Technology and Cyber Security Risk: The Company has implemented appropriate information security controls, user access management, cyber security measures, business continuity and disaster recovery arrangements to ensure confidentiality, integrity and availability of critical information systems. Periodic monitoring and review of technology risks are undertaken in accordance with the Company's Risk Management framework.

Foreign Exchange and Derivative Risk: The Company manages foreign exchange and derivative risks through a Board-approved framework governing exposure limits, hedging strategies, authorization controls, fair valuation, regular monitoring and periodic reporting to the Board. Derivative transactions are undertaken primarily for hedging purposes, with appropriate segregation of front and back-office functions and compliance with applicable regulatory requirements.

Interest Rate Risk: Interest rate risk arises from fluctuations in market interest rates, changes in the Company's cost of funds and borrower-specific risk profiles, which may impact the Company's profitability and lending operations. The Company mitigates this risk through a Board-approved Interest Rate Policy that provides a structured framework for determining lending rates based on the weighted average cost of funds, operating costs, expected margins, customer-specific risk premium, liquidity costs and prevailing market conditions. Interest rates are determined using a risk-based pricing approach, taking into consideration factors such as the borrower's credit profile, repayment history, collateral coverage, loan-to-value ratio, tenure, product characteristics, cash flow assessment, industry outlook and regulatory requirements. The Asset Liability Management Committee

(ALCO) and the Board periodically review interest rate trends, funding costs and pricing strategies to ensure that lending rates remain competitive, transparent and aligned with the Company's risk appetite and applicable RBI guidelines.

Further, the Company follows a structured Risk Control Self-Assessment (RCSA) process and monitors Key Risk Indicators (KRIs) to identify emerging risks and implement timely corrective actions. New products and business initiatives are subject to risk assessment through the Product Approval Committee to ensure that all material risks are identified and adequately mitigated prior to launch.

The Risk Management Committee of Board periodically reviews the adequacy and effectiveness of the Risk Management framework and is of the opinion that there are no risks which, in its assessment, may threaten the existence of the Company.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

The Company, being a NBFC registered with the RBI and engaged in the business of giving loans/ investments/ guarantees/securities ("LIGS" for brevity) in the ordinary course of its business, your company is exempt from complying with the provisions of Section 186, pursuant to provision of sub-section (11) of Section 186 of the Act with respect to LIGS. Accordingly, the disclosures of the loans given as required under the aforesaid section have not been made in this Board Report.

The particulars of loans, guarantees and investments made by the Company during the financial year under review are furnished in the notes to Financial Statements which forms part of this Annual Report.

PARTICULARS OF ARRANGEMENTS OR CONTRACTS WITH RELATED PARTIES AS PRESCRIBED UNDER SECTION 188(1) OF THE ACT:

All transactions entered into with related parties during the financial year under review were on an arm's length basis and in the ordinary course of business. These transactions were reviewed and approved by the Audit Committee, in accordance with the Company's policy on the dealing structure of the Related Party framework. As none of the related party transactions were material in nature under Section 188 of the Act, disclosure in Form AOC-2 as required under Section 134 of the Act was not necessary.

Omnibus approval was obtained on an annual basis for transactions of a repetitive nature. Related party transactions entered into by the Company pursuant to such omnibus approval granted by the Audit Committee are reviewed at least quarterly by the said Committee.

All related party transactions, as required under Indian Accounting Standard ('Ind AS') 24, are reported in the Notes to Accounts (Note No. 36) forming part of this Annual Report.

Further, there are no materially significant related party transactions of the Company that have a potential conflict with the interest of the Company at large.

MATERIAL EVENTS OCCURRED DURING THE FINANCIAL YEAR ENDED ON MARCH 31, 2026

- **Increase in Authorized Share Capital of the Company**

  The Board in its Meeting held on June 06, 2025 had given its consent to increase the Authorized Capital of the Company from INR 97,40,00,000/- to INR 1,06,60,00,000/-, subject to the approval of Shareholders of the Company. On the same day the Shareholders approved such increase in Authorized Share Capital. Consequently, the Memorandum of Association of the Company was altered by substituting the existing Clause V by the following Clause V(A):

  "V(A) The Authorised Share Capital of the Company is Rs. 106,60,00,000/- (Rupees One Hundred and Six Crores and Sixty Lakhs Only) divided into 10,66,00,000 (Ten Crores Sixty-Six Lakhs Only) equity shares of Rs. 10/- each (Rupees Ten Only) each."

- **Preferential Allotment of 92,14,585 Equity Shares to Choice International Limited ("CIL")**

  The Board in its Meeting held on June 06, 2025 approved the raising of funds aggregating to INR 99,51,75,180/- through the issuance of 92,14,585 equity shares at an issue price of INR 108/- to M/s. Choice International Limited, the Holding Company on a preferential basis, subject to the approval of the shareholders. The Board delegated the authority to approve the allotment of shares to the Management Committee of the Board. In the Extra-Ordinary General Meeting held on the even day, the shareholders also approved the said preferential issue. Further, the Management Committee of the Board in its Meeting held on June 09, 2025 approved the allotment of 92,14,585 equity shares of face value INR 10/- each at an issue price of INR 108/- including premium of INR 98/- each aggregating to INR 99,51,75,180/- to M/s. Choice International Limited, the Holding Company on a preferential basis.

DETAILS RELATING TO THE ISSUANCE OF SWEAT EQUITY SHARES, DIFFERENTIAL VOTING RIGHTS SHARES, EMPLOYEE STOCK OPTION SCHEME/ PLAN OR PROVISION OF MONEY BY COMPANY FOR PURCHASE OF ITS OWN SHARES BY EMPLOYEES OR BY TRUSTEES FOR THE BENEFIT OF EMPLOYEES

Details relating to Employee Stock Option Plan (ESOPs):

Pursuant to "*Employees Stock Option Plan 2022*" of Choice International Limited (Holding Company), the grant of 25,70,180 stock options were granted to the eligible employees of the Company, being a subsidiary of the Holding Company.

Additionally, the Company has in place its own Employee Stock Option Scheme namely *"Employee Stock Option Plan 2024"* approved by the shareholders in EGM held on June 05, 2024 in accordance with the provisions of the Companies Act, 2013 and the applicable rules made thereunder.

During the financial year under review, no stock options were granted, vested or exercised under any of the Employee Stock Option Plans of the Company. However, 2,57,500 stock options were forfeited/cancelled during the year in accordance with the terms of the applicable Scheme. Consequently, there was no increase in the issued share capital of the Company.

A statement containing the disclosures as required under Section 62(1)(b) of the Companies Act, 2013 read with the applicable Rules forms part of this Report as "**Annexure IV.**"

During the financial year under review, the Company did not issue any sweat equity shares or shares with differential voting rights, nor did it make any provision for the purchase of its own shares by employees or by trustees for the benefit of employees. Accordingly, no disclosure is required in this regard.

INFORMATION ABOUT SUBSIDIARY/ JOINT VENTURE/ ASSOCIATE COMPANY

During the financial year under review, the Company did not have any subsidiary, joint venture, or associate company. Accordingly, the disclosure requirements in this regard are not applicable.

NUMBER OF EMPLOYEES AS ON THE CLOSURE OF FINANCIAL YEAR

Number of Employees as on March 31, 2026	
Female	52
Male	596
Others	0
Total	**648**

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

Your Company is committed to provide a safe, respectful, and harassment-free workplace for every individual. It strives to maintain a work environment across all locations that fosters fairness, safety, and harmonious relations among employees, upholding the dignity of all employees regardless of gender or seniority. Discrimination or harassment of any kind is strictly prohibited.

In line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013 ('POSH Act'), the Company has adopted a comprehensive policy for the prevention of sexual harassment. An Internal Committee ('IC') has been constituted at group level consisting of such members and representatives as required under the POSH Act to address and redress the complaints related to sexual harassment.

The following is a summary of sexual harassment complaints received and disposed off during the financial year 2025-26:

No. of complaints received	NIL
No. of complaints disposed off	NIL
No. of cases pending for more than ninety days	NIL

MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE TILL THE DATE OF THE REPORT

Subsequent to the close of the financial year and up to the date of this Report, your company has issued and allotted Secured, Rated, Listed, United States Dollar denominated Non-Convertible Bonds (External Commercial Borrowings) aggregating to USD 4,000,000, through private placement to Covid-19 Emerging and Frontier markets MSME support fund SCSp SICAV-RAIF (AfrAsia) and the same were listed on NSE International Exchange (NSE IX) w.e.f. June 22, 2026 and India International Exchange (India INX) w.e.f. June 23, 2026.

NAME OF THE DEBENTURE TRUSTEES WITH FULL CONTACT DETAILS

With reference to consent letter dated March 17, 2025, Axis Trustee Services Limited had consented to act as the Debenture Trustee for the Secured Listed NCDs. The Contact Details of the said Debenture Trustee.

Contact Person	Mr. Kumar Samithan (GM and Head-Operations)
Address	Axis House, P B Marg, Worli, Prabhadevi, Mumbai - 400025, Maharashtra, India
Telephone Number	+91-22-62300451
Email	debenturetrustee@axistrusee.in
Website	www.axistrustee.in

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

Pursuant to the provisions of Section 134 of the Act read with Rule 8 of The Companies (Accounts) Rules, 2014, the particulars relating to conservation of energy, technology absorption and foreign exchange earnings and outgo, as prescribed under the said provisions, are as follows:

A. Conservation of Energy

i. Steps taken or impact on conservation of energy:

Your Company is engaged in the business of providing Non-Banking Financial Services (NBFC) and, as such, its operations are not inherently energy-intensive. However, the Company remains conscious of its environmental responsibilities and has implemented several measures to promote energy efficiency across its offices. Efforts are continuously made to optimize energy usage through initiatives such as the use of LED lighting, automatic power shutdown of idle systems, centralized temperature control of HVAC systems, and encouraging employees to adopt energy-saving practices. These initiatives, although modest in scale due to the nature of the business, contribute towards reducing the overall energy footprint of the Company.

ii. Steps taken by the Company for utilizing alternate sources of energy:

The Company actively supports the use of renewable and alternate sources of energy as part of its sustainability and green energy strategy. To this end, rooftop solar power plants have been installed at the Company's Corporate Office, contributing to a reduction in dependency on conventional electricity sources. The energy generated from the solar panels is utilized for the day-to-day operations of the office, thereby offsetting a portion of the energy requirement from the grid and promoting clean energy use.

iii. Capital investment on energy conservation equipment:

The Company made capital investments towards the installation of rooftop solar power systems at its Corporate Office. This strategic investment not only enhances the Company s energy efficiency but also aligns with its long-term sustainability goals. The rooftop solar installation is expected to yield cost savings over time and reflects the Company's commitment towards adopting environmentally responsible business practices.

B. Technology absorption

The Company has adopted multiple technology platforms across lending, risk, compliance, and customer experience. Major initiatives include:

Technology / System Initiative	Description — Efforts Made	Key Benefits Derived
1. Core LOS Platform Migration & Digital Rollout		
Migration to New LOS Platform (Synoriq)	Migrated the Company's loan origination operations from the legacy LOS to Synoriq's new LOS platform. (Same vendor)	Modern, scalable and configurable technology foundation for the lending business.
Pilot Roll-out – Vehicle Loan	Selected Vehicle Loan as the first product to go live on the New LOS and ran it as a pilot to validate the platform before wider rollout.	Controlled, low-risk validation of the platform ahead of full-scale adoption.
Phase 2 Roll-out – MSME & LAP	Following the successful pilot, extended the New LOS journey to the MSME and Loan Against Property (LAP) products.	Platform learnings from the pilot carried forward to larger, more complex product lines.
Multi-Product Digital Journey (Go-Live)	Progressively onboarded multiple products onto the New LOS digital journey, with these products now live on the platform.	Unified, scalable digital lending journey across products.
Admin Solution (Self-Configuration)	Configured an Admin solution within the New LOS enabling the team to create deliverables and workflows in-house, as per business requirement.	Faster turnaround for new workflow and product configuration; greater in-house control and flexibility.
2. Digital Onboarding, KYC & Documentation		
E-Sign & Additional Document Sign	Enabled seamless e-signing of primary and additional documents within the loan workflow, with further enhancements to the e-sign process and improved tracking of signing status.	Faster onboarding; reduced paperwork; stronger compliance, audit trail and status tracking.
KYC through OTP (OCR discontinued)	Migrated KYC from OCR-based document capture to a fully digital, OTP-driven process, with data fetched directly via API.	Faster onboarding; lower operational cost; improved customer experience.
XML Aadhaar KYC	Enabled Aadhaar-based KYC through secure XML file authentication for offline verification.	Regulatory-compliant, faster and more secure verification.
Bank Details & NACH Automation	Automated capture and validation of customer bank details along with NACH mandate registration, enhanced through the Digio NACH integration for automated mandate initiation across the loan lifecycle.	Reduced manual errors; faster loan disbursement; improved repayment reliability.

Automated Document Generation	Enabled system-based generation of documents without manual updates or modifications, with structured delivery tracking.	Accurate, consistent data visibility across modules; reduced manual gaps and inconsistencies.
API Integrations	Implemented multiple API integrations — ITR, GST Analyzer, Udyam, Bank Account Verification and Mobile-to-Account Verification — to automate customer verification.	Faster, automated customer verification; reduced manual document collection; improved data accuracy.
Digital KYC Enhancement	Strengthened digital KYC through further API integrations, under the document authentication module for improvements to the customer KYC journey.	Stronger KYC authentication and compliance; smoother, faster customer KYC journey.
Document Management Enhancement	Improved document visibility, upload functionality and digital document management, with standardised document workflows.	Easier document retrieval and upload; more consistent, standardised documentation practices.
Digital Customer Journey	Enhanced customer onboarding with live photo capture, geo-location capture and further digital application improvements.	Stronger identity and location verification at onboarding; smoother digital application experience.
3. Credit Assessment & Risk Management		
PD Questionnaire Module (Go-Live)	Digitised the Personal Discussion process with structured question sets for Salaried & SENP segments, auto-save and status tracking.	Standardised evaluation and audit traceability; fewer documentation errors; faster credit decisioning.
Crime Check	Integrated automated background verification for fraud and criminal records into the underwriting workflow.	Reduced fraud risk; enhanced security and compliance; audit-ready, error-free closures; fewer disputes.
Negative Area Functionality (Interim Model, Go-Live)	Deployed manual pincode-based validation with deviation-based approvals as an interim risk-control safeguard.	Risk filtration to prevent onboarding from high-risk regions; strengthened control and compliance framework.
Credit Workflow Automation	Implemented automated child workflows for credit approvals, sanction conditions and credit clearance processes.	Faster credit approvals; consistent application of sanction conditions; improved process control.
4. Legal, Vetting & Vendor Governance		
Legal & Technical Workflow Digitisation	Defined an end-to-end legal and technical validation workflow — digital initiation, submission, vendor query handling, vetting, approval and rejection.	Streamlined cross-functional approvals; faster processing.
Parallel Workflow – Legal LOD & Vetting (Go-Live)	Legal LOD and vetting now run in parallel with automated Maker-Checker paths and deviation approvals linked to the PDD stage, across Sales, Legal and Operations.	Reduced turnaround time and delays; stronger governance; quicker disbursement-readiness.

Vendor Dashboard (Go-Live)	Deployed a centralised dashboard for end-to-end vendor case management, integrated with a Revise Report function.	Improved visibility and monitoring; reduced manual intervention and faster TAT; greater transparency with vendors.
Deviation & Approval Automation	Strengthened the deviation approval hierarchy and automated approval workflows for improved governance.	Stronger governance; consistent, auditable approval decisions.
5. Process Monitoring & Operational Efficiency		
TAT Breach Monitor	Implemented automated alerts and dashboards to monitor turnaround-time breaches across the loan cycle, for operational tracking and SLA management.	Improved SLA adherence; faster issue resolution; increased efficiency.
File Tracking System (Go-Live)	Enabled centralised, real-time tracking of physical file movement across departments with automated logs and TAT visibility.	High transparency; reduced follow-ups and dependency; ownership accountability with automated alerts.
Sales Negotiation Workflow	Structured, system-driven workflow for deal negotiation with standardised pricing and an approval hierarchy.	Faster deal closure; better margin control; greater transparency.
MIS & Dashboard Automation	Developed new MIS reports and operational dashboards for OTC/PDD monitoring, receipts and business insights.	Better management visibility into OTC/PDD and collections; more data-driven decision-making.
6. Business & Product Expansion		
New Product Lines & Workflow Design	Launched diversified lending products on the platform — Elevator Loan, NBFC Funding, Builder Funding, Solar CHS, C&I & Residential funding, and a Partnership lending model — and introduced new system workflows for the Equipment Finance and Solar Finance products.	New revenue streams, market expansion and customer-segment diversification; system readiness and consistent process control for new product lines.
7. Digital Payments & Collections		
QR Integration	Enabled QR-code based digital payment collection within the Loan Origination System (LOS); extension to IMD collection and general amount collection is in progress.	Faster, contactless digital payment collection; improved customer convenience.

Overall Impact

C. Established a modern, in-house configurable LOS platform as the foundation for the Company's digital lending journey
D. Increased automation and strengthened workflow governance across the lending lifecycle
E. Improved turnaround efficiency with reduced manual intervention
F. Enhanced digital lending capability and stronger inter-departmental collaboration

G. Foreign exchange earnings and Outgo

There were no Foreign Exchange earnings and outgo during the financial year under review.

DETAILS OF SIGNIFICANT MATERIAL ORDERS PASSED BY THE REGULATORS/ COURTS/ TRIBUNAL IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATION IN FUTURE

There are no significant material orders passed by the Regulators/ Courts/ Tribunal which would impact the going concern status of the Company and its future operations. Hence, disclosure pursuant to Rule 8 (5) (vii) of Companies (Accounts) Rules, 2014 is not required.

MAINTENANCE OF COST RECORDS

The provision relating to maintenance of Cost Records as specified by the Central Government under sub-section (1) of the Section 148 of the Act are not applicable to the Company.

WHISTLE BLOWER POLICY / VIGIL MECHANISM

The Company has a robust Vigil Mechanism in place through its Whistle Blower Policy, duly approved by the Board of Directors. This framework enables employees and stakeholders to report genuine concerns or grievances, with adequate safeguards to prevent victimization. It also ensures direct access to senior management and the Chairman of the Audit Committee, promoting transparency and accountability. Concerns or complaints under the Vigil Mechanism may be reported by writing to customercare.finserv@choiceindia.com. During the financial year under review, no complaints or reports were received under this mechanism.

DETAILS OF THE APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 DURING THE YEAR ALONG WITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR

During the financial year under review, the Company has not undergone any Corporate Insolvency Resolution Process pursuant to the relevant provisions under Insolvency and Bankruptcy Code, 2016 read with Rules or Regulations made thereunder.

DETAILS OF DIFFERENCE BETWEEN THE AMOUNT OF VALUATION AT THE TIME OF ONETIME SETTLEMENT AND THE VALUATION DONE AT THE TIME OF TAKING A LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF

During the financial year under review, the Company has not made any settlement with its Bankers from which it has accepted any term loan.

COMPLIANCE WITH THE PROVISIONS RELATED TO THE MATERNITY BENEFIT ACT, 1961

Your Company has complied with the provisions of the Maternity Benefit Act, 1961, to the extent applicable, and has also adopted a structured Maternity Policy at Choice group level, to support its women employees. This includes granting maternity leave with full benefits as per statutory requirements, providing additional support such as leave for miscarriage, medical termination of pregnancy, and adoption, as well as nursing breaks and protection of employment during maternity. The policy further emphasizes a safe and inclusive workplace, ensuring that no employee is discriminated against on grounds of maternity.

RBI GUIDELINES

Your Company has complied with all the rules and compliances as prescribed in applicable Master Directions, circulars, guidelines & notifications, as issued/amended from time to time by the Reserve Bank of India.

During the financial year, your Company was reclassified by the RBI from Base Layer to a Middle Layer NBFC as per the Master Direction – RBI (Non-Banking Financial Company – Registration, Exemptions and Framework for Scale Based Regulation) Directions, 2025. The Company has duly complied with all requirements prescribed for Middle Layer NBFCs within the specified timelines and continues to adhere to all applicable laws, rules, circulars, and regulations under the said Directions.

ACKNOWLEDGEMENTS

The Directors wish to place on record their appreciation to the whole hearted help and co-operation the Company has received from the business associates, partners, vendors, clients, government authorities, and bankers of the Company. The relations between the management and the staff were cordial during the period under review. The Company also wishes to put on record the appreciation of the work done by the staff. Your Directors appreciate & value the trust imposed upon them by the Members of the Company

For and on behalf of the Board of Directors
Choice Finserv Private Limited

Sd/-	**Sd/**
Kamal Poddar	**Vijendra Singh Shekhawat**
Whole time Director	Director & CEO
DIN: 01518700	DIN: 09435913

Place: Mumbai
Date: July 16, 2026

ANNEXURE I
ANNUAL REPORT ON CSR ACTIVITIES FOR FINANCIAL YEAR 2025-26

1. Brief outline of the CSR Policy of the Company:

The Company has framed a Corporate Social Responsibility (CSR) Policy in line with the provisions of the Companies Act, 2013 and the Companies (Corporate Social Responsibility Policy) Rules, 2014. The Policy outlines the Company's vision to contribute towards social, economic, and environmental development of the community through sustainable measures. The identified focus areas include healthcare, education, rural development, women empowerment, environmental sustainability, promotion of art and culture, disaster relief, and other permissible activities under Schedule VII of the Act. The Policy further sets out the constitution of a CSR Committee, formulation of an annual CSR action plan, mechanisms for implementation either directly or through eligible entities, monitoring and reporting requirements, and treatment of CSR expenditure in compliance with the law.

2. Composition of CSR Committee:

Since the CSR Obligation for the FY 2025-26 did not exceed INR 50,00,000/- (Indian Rupees Fifty Lakhs) there was no requirement of constituting a CSR Committee.

3. Web link where CSR Policy and CSR projects approved by the board are disclosed on the website of the company: www.choiceindia.com

4. Details of Impact assessment of CSR projects carried out in pursuance of sub rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report): Not Applicable

5. Details of the amount available for set off in pursuance of sub rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any:

Sr. No.	Financial Year	Amount available for set off from preceding financial years (in INR)	Amount required to be set off for the financial year, if any (in INR)
1.		2024-25	26,235

6. Average net profit of the company as per section 135(5) – INR 5,71,75,250/-

7. a. Two percent of average net profit of the company as per section 135(5) – INR 11,43,505 /-
b. Surplus arising out of the CSR projects or programs or activities of the previous financial years – NIL
c. Amount required to be set off for the financial year, if any – INR 26,235/-
d. Total CSR obligation for the financial year (7a+7b-7c) – INR 11,17,270/-

8. a. CSR amount spent or unspent for the financial year: INR 11,43,505 /-

Total Amount Spent for the Financial Year (in INR)	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of Transfer	Name of the fund	Amount	Date of Transfer
-	-	-			

b. Details of CSR amount spent against ongoing projects for the financial year: Not Applicable

Sr. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local area (Yes/ No).	Location of the project.		Project duration	Amount allocated for the project (in INR)	Amount spent in the current financial Year (in INR).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in INR)	Mode of Imple-mentation -Direct (Yes/No)	Mode of Implementation Through Implementing Agency	
				State	District						Name	CSR Registration number
-	-	-	-	-	-	-	-	-	-	-	-	-

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

Sr. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local area (Yes/ No).	Location of the project.		Amount spent for the project (in INR)	Mode of Implementation Direct (Yes/No)	Mode of Implementation Through Implementing Agency	
				State	District			Name	CSR Registration number
1.	Healthcare of general public at large	Promoting healthcare including preventive healthcare and sanitation	No	Rajasthan	Jaipur	5,00,000	Yes	Mahesh Seva Trust	CSR00061607
2.	Healthcare of general public at large	Promoting healthcare including preventive healthcare and sanitation	Yes	Maharashtra	Mumbai	6,65,000	Yes	Sunil Patodia Welfare Foundation (Formerly known as Lions	CSR00012985

d. Amount spent in Administrative Overheads: NIL
e. Amount spent on Impact Assessment, if applicable: NIL
f. Total amount spent for the Financial Year (8b+8c+8d+8e): 11,65,000/-
g. Excess amount for set off, if any:

Sr. No.	Particular	Amount (in INR)
i.	Two percent of average net profit of the company as per section 135(5)	11,43,505
ii.	Total amount spent for the Financial Year	11,65,000
iii.	Excess amount spent for the financial year [(ii)-(i)]	21,495
iv.	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	-
v.	Amount available for set off in succeeding financial years [(iii)-(iv)]	21,495

9. a. Details of Unspent CSR amount for the preceding three financial years: Not Applicable

Sr. No.	Preceding financial year	Amount transferred to unspent CSR Account under Section 135 (6) (in INR)	Amount Spent in the reporting Financial Year (in INR)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any			Amount remaining to be spent in succeeding financial years. (in INR)
				Name of the Fund	Amount (in INR).	Date of transfer	
-	-	-	-	-	-	-	-

b. Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): Not Applicable

Sr. No.	Project ID.	Name of the Project	Financial Year in which the project was commenced	Project duration	Total amount allocated for the project (in INR)	Amount spent on the project in the reporting Financial Year (in INR)	Cumulative amount spent at the end of reporting Financial Year. (in INR)	Status of the project - Completed /Ongoing.
-	-	-	-	-	-	-	-	-

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details): Not Applicable, since there was no creation or acquisition of capital asset.

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): Not Applicable

For and on behalf of the Board of Directors
Choice Finserv Private Limited

Sd/-
Kamal Poddar
Whole time Director
DIN: 01518700

Sd/
Vijendra Singh Shekhawat
Director & CEO
DIN: 09435913

Place: Mumbai
Date: July 16, 2026

Suman Sureka & Associates

Company Secretaries

FORM NO. MR-3
SECRETARIAL AUDIT REPORT
For the financial year ended as on March 31, 2026
***(Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies) (Appointment and Remuneration of Managerial Personnel) Rules, 2014*)**

To,
The Members,
CHOICE FINSERV PRIVATE LIMITED
Sunil Patodia Tower, Plot No. 156-158, J.B.,
Andheri (East), Mumbai-400099.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **CHOICE FINSERV PRIVATE LIMITED** (CIN: **U74999MH2016PTC281908**) (*"the Company"*). Secretarial audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended as on March 31, 2026 complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance- mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **CHOICE FINSERV PRIVATE LIMITED**, for the financial year ended as on March 31, 2026 according to the provisions of:

(i) The Companies Act, 2013 ("the Act") and the rules made thereunder;

(ii) The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the rules made thereunder;

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment; ***(Not applicable to the Company during the Audit Period)***

(v) The following Regulations and Guidelines including any other Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992('SEBI Act') to the extent applicable to the Company: -

a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; ***(Not applicable to the Company during the Audit Period)***

b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; ***(Not applicable to the Company during the Audit Period)***

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Company Secretaries

d. Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

e. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2021; ***(Not applicable to the Company during the Audit Period)***

f. The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021

g. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 2025 regarding the Companies Act and dealing with client;

h. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; ***(Not applicable to the Company during the Audit Period)***

i. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018. ***(Not applicable to the Company during the Audit Period)***

j. Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018.

k. Reserve Bank of India Act, 1934 and RBI Directions and Guidelines as are applicable to the non - systemically Important non-deposit taking Non-Banking Financial Company, which is specifically applicable to the Company.

I further report that with respect to the sector specific compliances applicable to the Company, We have relied on the representations made by the Company and its officers for system and mechanism framed by the Company.

I have also examined compliance with the applicable clauses of the following:

(i) Secretarial Standards with respect to meeting of Board of Directors (SS-1) and General Meetings (SS-2) issued by The Institute of Company Secretaries of India under the provisions of the Companies Act, 2013.

(ii) The Debt Listing agreement entered into by the Company with BSE Limited.

During the period under review, the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards etc. mentioned above subject to following observations:

1. It was observed that, in respect of the following private placements of Non-Convertible Debentures (NCDs), there was a procedural deviation in the sequence of compliance under Rule 14(8) of the Companies (Prospectus and Allotment of Securities) Rules, 2014:

a. Allotment of 35,000 secured, rated, listed, redeemable, taxable, non-convertible debentures (NCDs) of FV Rs.10,000 aggregating to Rs. 35,00,00,000/- dated 26th December, 2025.

b. Allotment of 500 secured, rated, unlisted, redeemable, 12% non-convertible debentures (NCDs) of FV Rs.1,00,000 each aggregating to Rs. 5,00,00,000/- dated 28th April, 2025.

2. It was observed that, in relation to the preferential allotment of 9,214,585 equity shares of face value

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₹10 each, allotted on June 9, 2025, there was a procedural deviation for the compliance of Section 62 of the Companies Act, 2013 and Rule 14(8) of the Companies (Prospectus and Allotment of Securities) Rules, 2014.

3. Based on the information and explanations furnished by the Management and the records made available for our verification, the Company had filed Form CHG-9 vide SRN AB3981043 within the prescribed timeline under Section 77 of the Companies Act, 2013 read with the Companies (Registration of Charges) Rules, 2014, for registration of charge created in respect of 500 Secured, Rated, Unlisted, Redeemable, 12% Non-Convertible Debentures issued during the Audit Period. Pursuant to observations raised by the Registrar of Companies, the said Form was resubmitted; however, the same remained unapproved. Upon expiry of the statutory period prescribed under Section 77 for registration of the charge, the Company was unable to undertake a fresh filing. The charge created in respect of the aforesaid Non-Convertible Debentures continues to remain unregistered with the Registrar of Companies as on the date of this Report.

4. During the financial year, the Company did not comply with the requirements of Regulation 60(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in respect of the prior intimation to the Stock Exchange for the record date fixed on August 28, 2025. Consequently, BSE Limited levied a fine on the Company in terms of SEBI Circular No. SEBI/HO/DDHS/DDHS_Div1/P/CIR/2022/0000000103 dated July 29, 2022, which was duly paid by the Company.

5. The Company submitted the Half-Yearly Statement of Debt Securities to the Stock Exchange with a delay of one working day beyond the prescribed timeline of 15 working days from the end of each half-year, as required under Chapter VIII of SEBI Master Circular No. SEBI/HO/DDHS/PoD1/P/CIR/2024/54 dated May 22, 2024.

We further report that –

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the Composition of the Board of Directors that took place during the period under review were carried out in accordance in compliance with the provisions of the Act.
- Adequate notice is given to all directors to schedule the Board meetings, agenda and detailed notes on agenda were sent in respect of a meetings held during the period under review.
- Adequate system exists in the Company for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- Decisions at the Board Meetings were taken with requisite majority wherever required as per the Act.

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

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We further report that during the audit period, following key events have occurred in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.

1. The Company in its members meeting held on 25th April, 2025 has approved the following matters:

a. Issue of secured, rated, listed, redeemable, taxable, non-convertible debentures (NCDs) on private placement basis having FV of Rs. 1,00,000 each aggregating to Rs. 50,00,00,000/-

b. Issue of secured, rated, unlisted, redeemable, 12% non-convertible debentures (NCDs) on private placement basis upto Rs. 5,00,00,000 only with an additional green shoe option of Rs.5,00,00,000/-

2. The Board of Directors in its meeting held on 28th April, 2025 has approved the allotment of 500 secured, rated, unlisted, redeemable, 12% non-convertible debentures (NCDs) of FV Rs.1,00,000 each aggregating to Rs. 5,00,00,000 with an additional Green Shoe Option of Rs. 5,00,00,000/-

3. The Company in its General Meeting of members held on 06th June, 2025 has approved the following matters:

a. Increased the Authorised Share Capital from existing Rs.97,40,00,000 divided into 9,74,00,000 of Rs. 10/- each to Rs. 106,60,00,000 divided into 10,66,00,000 of Rs. 10 each.

b. Issuance of 92,14,585 Equity Shares on preferential basis having a face value of Rs. 10/- each at an Issue Price of Rs. 108/- each.

4. The Board of Directors in its meeting held on 9th June, 2025 has approved the allotment of 92,14,585 equity shares of the company having a face value of Rs. 10/- each at an Issue Price of Rs. 108/- each

5. The Board of Directors in its meeting held on 11th August, 2025 has approved the allotment of 3500 secured, rated, listed, redeemable, taxable, non-convertible debentures (NCDs) of FV Rs.1,00,000 aggregating to Rs.35,00,00,000/-

6. The Company has altered the Articles of Association of the Company vide approval of members pursuant to meeting held on 30th September, 2025.

7. The Company in its General Meeting of members held on 18th December, 2025 has approved the issuance of Secured, Rated, Listed, Redeemable, Taxable, Non-Convertible Debentures (NCDs) on a private placement basis aggregating up to Rs.170,00,00,000/-.

8. The Board of Directors in its meeting held on 26th December, 2025 has approved the allotment of 35000 secured, rated, listed, redeemable, taxable, non-convertible debentures (NCDs) of FV Rs.10,000 aggregating to Rs. 350,00,00,000/-.

9. The Board of Directors in its meeting held on 10th March, 2026 has approved the allotment of 30,000 secured, rated, listed, redeemable, taxable, non-convertible debentures (NCDs) of FV Rs. 10,000

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aggregating to Rs. 30,00,00,000/-.

10. The Board of Directors in its meeting held on 18th March, 2026 has approved the allotment of 25,000 secured, rated, listed, redeemable, taxable, non-convertible debentures (NCDs) of FV Rs.10,000 aggregating to Rs.25,00,00,000/-.

For Suman Sureka & Associates,
Company Secretaries

Sd/-

Suman Sureka
Proprietor
C.P. No. 4892
M.No : F6842

Date: 16-07-2026
Place: Mumbai
UDIN: F006842H000852577
Peer Review Certificate No. 2104/2022

Note - *This report is to be read with my letter, annexed as* ***Annexure – A*** *and it forms an integral part of this report*

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Suman Sureka & Associates

Company Secretaries

Annexure – A

To,
The Members,
CHOICE FINSERV PRIVATE LIMITED
Sunil Patodia Tower, Plot No. 156-158, J.B.,
Andheri (East), Mumbai City, Mumbai, Maharashtra,
India, 400099.

Our report to be read along with this letter.

a. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.

b. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we followed provide a reasonable basis for our opinion.

c. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.

d. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.

e. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.

f. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For Suman Sureka& Associates,
Company Secretaries

Sd/-

Suman Sureka
Proprietor
C.P. No. 4892
M. No: F6842

Date: 16-07-2026
Place: Mumbai
UDIN: F006842H000852577

Peer Review Certificate No. 2104/2022

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ANNEXURE III

Disclosure regarding Employees Stock Option Scheme (ESOS) pursuant to Section 62(1)(b) of the Companies Act, 2013

In accordance with Section 62(1)(b) of the Companies Act, 2013, the following disclosures are made in respect of the stock options granted to the eligible employees of the Company under the Choice Finserv Employee Stock Option Plan, 2024 ("ESOP 2024") and the Employee Stock Option Plan, 2022 of Choice International Limited ("Holding Company"), as applicable, for the financial year ended March 31, 2026.

A. Disclosures under Ind AS 102 – Share Based Payments

a. The Company has implemented the Choice Finserv Employee Stock Option Plan 2024 ('ESOP 2024'), under which stock options have been granted to eligible employees, with vesting scheduled from time to time as per the terms of the plan.

Under ESOP 2022:

- Eligible employees of Choice Finserv i.e. its subsidiary company were granted stock options with a defined vesting schedule.
- Vesting of options is conditional upon continued employment with the Company from the date of grant until the respective vesting dates.
- Vested options may be exercised at the exercise price determined on the grant date.
- All options are to be settled by way of delivery of equity shares.

Particulars	Grant Date	Number of ESOPs Granted	Number of ESOPs Granted Active Employees as on 31-03-2026	Exercise Price	Vesting Ratio
2022 Type 1	17-Oct-2022	767,000	314,000	35.00	25:25:25:25
2022 Type 2	17-Oct-2022	102,500	2,500	35.00	0:25:25:25:25
2022 Type 3	17-Oct-2022	1,700,680	1,700,680	10.00	25:25:25:25
2024 Type 1	12-Jan-2024	315,250	128,000	145.00	25:25:25:25
2024 Type 2	12-Jan-2024	320,000	21,500	145.00	0:25:25:25:25
Total		**3,205,430**		**2,166,680**	

Criteria	Details
Exercise Price	As determined on the respective grant date
Settlement	Equity settled
Vesting Conditions	Continued employment from grant date to vesting date
Vesting Schedule (Type 1 & 3)	25% per annum, starting from 1st anniversary of grant date
Vesting Schedule (Type 2)	25% per annum, starting from 2nd anniversary of grant date
Minimum Vesting Period	1 year
Maximum Vesting Period	5 years (100% vesting over 5 years)
Exercise Period	Up to 7 years from the grant date
Resignation Clause	Vested options may be exercised up to the last working day

The Scheme complies with Section 62(1)(b) of the Companies Act, 2013, and applicable regulations. The granted options, exercise price, vesting period, and other terms are in alignment with the Scheme and regulatory requirements.

b. The movement of share options and weighted average exercise prices for the year is as follows:

Particulars	No. of Options	Weighted Average Exercise Price (INR)
Outstanding at the beginning of the year	23,46,930	28.40
Additional Granted during the year	Nil	NA
Forfeited/cancelled during the year	2,57,500	76.12
Expired during the year	Nil	NA
Exercised during the year	Nil	NA
Outstanding at the end of the year	20,89,430	22.52
Exercisable at the end of the year	15,04,385	18.88
Money realised by exercise of options	Nil	NA

c. Variation in terms of options: Not Applicable.

d. Employee wise Details of Stock Options Granted during the year:

Category	Name of Employee	Designation	No. of Options Granted
Key Managerial Personnel (KMP)	Mr. Vijendra Singh Shekhawat	Director and CEO	17,00,680
Employees receiving ≥5% of total options granted in a year	NA	NA	NA
Identified employees granted options ≥1% of issued capital	Mr. Vijendra Singh Shekhawat	Director and CEO	17,00,680

For and on behalf of the Board of Directors
Choice Finserv Private Limited

Sd/-
Kamal Poddar
Whole time Director
DIN: 01518700

Sd/
Vijendra Singh Shekhawat
Director & CEO
DIN: 09435913

Place: Mumbai
Date: July 16, 2026

ANNEXURE IV

STATEMENT OF DISCLOSURE OF REMUNERATION

(Pursuant to Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)

Sr. No.	Particulars	Disclosure	
		Name of the Director	**Ratio**
1.	The ratio of the remuneration of each director to the median remuneration of all the employees of the Company for the financial year	Mr. Kamal Poddar	0
		Mr. Vijendra Singh Shekhawat	56.82
		The median remuneration of all the employees of the company was INR 1,60,215/-.	
2.	The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary in the financial year	Mr. Kamal Poddar	0.00%
		Mr. Vijendra Singh Shekhawat	0.00%
		*Mr. Manoj Singhania	0.00%
		*Ms. Karishma Shah	0.00%
3.	The percentage increase/decrease in the median remuneration of employees in the financial year	During FY 2025-26, the percentage increase in the median remuneration of employees as compared to previous year was 61.32 %.	
4.	The number of permanent employees on the rolls of Company	There were 648 employees as on March 31, 2026.	
5.	The average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in managerial remuneration	Average percentile of salaries of employees other than managerial personnel is increased by 32.08%.	
6.	Affirmation that the remuneration is as per the remuneration policy of the Company	It is hereby affirmed that the remuneration paid is as per the Nomination and Remuneration Policy of the company.	

Note:

1. The remuneration is counted on the Gross amount paid.
2. In terms of the provisions of Section 197(12) of the Companies Act, 2013 read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014, the statement containing relevant details of the top ten employees in terms of remuneration drawn is available for inspection by the Members at the Registered Office of the Company between 11:00 a.m. to 01:00 p.m. on any working day up to the date of 10th Annual General Meeting of the Company. Any Member who is interested in obtaining such information may write to the Company Secretary at cfpl@choiceindia.com and the same will be furnished on such request.

   *No remuneration was paid to Mr. Manoj Singhania (Chief Financial Officer) and Ms. Karishma Shah (Company Secretary) during the period under review.

For and on behalf of the Board of Directors
Choice Finserv Private Limited

Sd/-
Kamal Poddar
Whole time Director
DIN: 01518700

Sd/
Vijendra Singh Shekhawat
Director & CEO
DIN: 09435913

Place: Mumbai
Date: July 16, 2026

CORPORATE

Governance Report

OUR PHILOSOPHY ON CORPORATE GOVERNANCE

The Company is committed to maintaining the highest standards of Corporate Governance and business ethics in all its operations and dealings. Corporate Governance forms the cornerstone of the Company's business philosophy and is guided by the principles of integrity, transparency, accountability, fairness, and responsible business conduct.

The Company believes that a robust governance framework is essential for creating and sustaining long-term value for its stakeholders, safeguarding their interests, and ensuring sustainable growth. The Company's governance practices are designed to promote ethical decision-making, effective oversight, prudent risk management, regulatory compliance, and transparency in disclosures.

As a debt-listed Non-Banking Financial Company ('NBFC'), the Company recognizes its responsibility towards investors, lenders, regulators, customers, employees, and other stakeholders. The Board of Directors provides strategic direction and oversight, while ensuring that the affairs of the Company are conducted in accordance with applicable laws, regulations, and sound governance practices.

The Company continuously endeavors to strengthen its governance framework by adopting best practices, fostering a culture of compliance and accountability, and maintaining high standards of financial discipline and risk management. The Company remains committed to conducting its business in a fair, transparent, and responsible manner, thereby enhancing stakeholder confidence and preserving trust.

BOARD OF DIRECTORS

The Board of Directors of the Company plays a central role in promoting and upholding the principles of good corporate governance. The Board provides strategic guidance, exercises effective oversight over the management, and ensures that the affairs of the Company are conducted in a transparent, ethical and responsible manner, while safeguarding the interests of all stakeholders.

The Board comprises an appropriate mix of Executive, Non-Executive and Independent Directors possessing diverse skills, expertise and experience, which facilitates balanced, objective and informed decision-making. The composition of the Board reflects the Company's commitment to maintaining an effective governance structure and fostering independent judgment in the discharge of its responsibilities.

The Board functions through periodic meetings and is assisted by various Committees constituted in accordance with applicable statutory and regulatory requirements. These Committees support the Board in the efficient discharge of its oversight responsibilities across key areas such as audit, risk management, nomination and remuneration, stakeholder relations and other governance matters.

The Company remains committed to the highest standards of integrity, accountability, transparency and professionalism, and continuously strives to strengthen its governance framework in line with evolving regulatory requirements and best governance practices.

As on March 31, 2026, the Board consisted of 7 (seven) Directors, including 3 (three) Independent Directors and 4 (four) Executive Directors.

The composition and category of Board as on March 31, 2026, is as follows:

Sr. No.	Name of the Director	Director since	Capacity (i.e., Executive/ Non-Executive/ Chairman/ Promoter nominee/ Independent)	DIN	Number of Board Meetings		No. of other Director ships	No. of Shares and convertible instruments held in the NBFC*
					Held	Attended		
1.	Kamal Poddar	01/06/2016	Chairman and Whole-time Director	01518700	6	1	9	100
2.	Arun Kumar Poddar	27/11/2023	Executive Director	02819581	6	2	12	Nil
3.	Vijendra Singh Shekhawat	16/12/2021	Executive Director and Chief Executive Officer	09435913	6	6	0	1905000
4.	Ajay Kejriwal	01/06/2016	Executive Director	03051841	6	5	7	Nil
5.	Sandeep Kumar Singh	13/08/2021	Non- Executive Independent Director	02814440	6	5	2	Nil
6.	Manoj Kumar Verma	13/10/2023	Non- Executive Independent Director	10335698	6	6	1	Nil
7.	Anil Aggarwal	13/07/2023	Non- Executive Independent Director	10059847	6	6	1	Nil

*The shares do not include convertible instruments.

In the Board Meeting held on April 20, 2026, Ms. Reena Wagh (DIN: 11597282) was appointed as the Additional Non-Executive Independent Director of the Company, subject to the approval of shareholders.

REMUNERATION OF DIRECTORS:

Sr. No.	Name of the Director	Salary and other compensation (in INR Lakhs)	Sitting Fees (in INR Lakhs)	Commission (in INR Lakhs)
1.	Kamal Poddar	-	-	-
2.	Arun Kumar Poddar	-	-	-
3.	Vijendra Singh Shekhawat	88.88	-	-
4.	Ajay Kejriwal	-	-	-
5.	Sandeep Kumar Singh	-	1.30	-
6.	Manoj Kumar Verma	-	6.85	-
7.	Anil Aggarwal	-	5.85	-

DISCLOSURE OF RELATIONSHIPS BETWEEN DIRECTORS INTER-SE:

Sr. No.	Name of the Director	Commission (in INR Lakhs)
1.	Kamal Poddar	Brother of Mr. Arun Kumar Poddar
2.	Arun Kumar Poddar	Brother of Mr. Kamal Poddar

The brief description consisting of skills and domain expertise of the Board of Directors of the Company are as under:

Core skills/ expertise: Core skills/expertise as required in the context of the business and sector for it to function effectively and those actually available with the Board have been identified by the Board of Directors.

The chart/ matrix of such core skills/ expertise, along with the names of directors who possess such skills are given below:

Sr. No.	Name of the Director	Commission (in INR Lakhs)
1.	Leadership	Leadership ability in regular and complex business environment, management, decision making, strategy formulation abilities, etc
2.	Business	Experience and understanding of the industry, business environment, economic conditions, strategic thinking
3.	Financial	Knowledge and understanding of finance management, ability to read and understand financial statements.
4.	Corporate Governance	Maintaining Board and management accountability, environmental awareness, ethical behaviour, policies adoption for governance etc
5.	Risk Management	Experience and understanding of industry & business, market scenario, ability to quantify risks and choose mitigation strategy, etc.
6.	Information Technology	Knowledge about Technology and innovation.
7.	Industry Experience	Knowledge of Financial Services sector in India, especially the NBFC Sector

Name of the Director	Leadership	Business	Financial	Corporate Governance	Risk Management	Information Technology	Industry Experience
Kamal Poddar	✓	✓	✓		✓	✓	✓
Arun Kumar Poddar	✓	✓	✓		✓		✓
Vijendra Singh Shekhawat	✓	✓	✓		✓	✓	✓
Ajay Kejriwal	✓	✓	✓	✓	✓	✓	✓
Sandeep Kumar Singh	✓	✓	✓	✓	✓	✓	✓
Manoj Kumar Verma	✓	✓	✓	✓	✓	✓	✓
Anil Aggarwal	✓	✓	✓	✓	✓	✓	✓

Board Meetings:

The Board meets at regular intervals to discuss and decide on Company/business policy and strategy apart from other Board business decisions. The discussions among the Board members are held in detail, wherein the Board spends considerable time reviewing the information provided to them, which facilitates informed decision-making and effective participation at meetings. The Directors actively participate in Board Meetings and Meetings of the Committees in which they are Members.

- Frequency and Compliance:

The Board met at least once in a calendar quarter and the maximum time gap between any two meetings was not more than one hundred and twenty days. During the year, Company's Board met six (6) times on April, 19, 2025; June 06, 2025; July 19, 2025; October 14, 2025; December 17, 2025 and January 21, 2026.

Besides, Directors of the Company has passed resolution by circulation on June 29, 2025 and March 02, 2026.

- Agenda and Information Flow:

Notice of Board / Committee Meetings is given well in advance to all the Directors/Committee members (other than the meetings held at shorter notice for deciding upon urgent business agendas) in accordance with the provisions of the Act and Articles of Association of the Company. Notice, agenda papers and other explanatory notes, presentations or relevant information are circulated to all the Directors and Invitees within regulatory timelines to enable them to take informed decisions at the meetings.

- Attendance of Directors:

All directors of the Company are expected to attend meetings regularly and contribute actively to boardroom deliberations. The attendance also reflects the commitment of directors to their fiduciary responsibilities.

Attendance of each Director at the Board meetings held during the year, the last Annual General Meeting and the number of other Directorship as on March 31, 2026:

Sr. No.	Name of the Director	Category of directors	DIN	Number of Board Meetings		Attendance at Last AGM	No. of other Director ships
1.	Kamal Poddar	Whole-time Director	01518700	6	2	Yes	9
2.	Arun Kumar Poddar	Director	02819581	6	2	Yes	12
3.	Vijendra Singh Shekhawat	Director	09435913	6	6	Yes	0
4.	Ajay Kejriwal	Director	03051841	6	5	Yes	7
5.	Sandeep Kumar Singh	Independent Director	02814440	6	5	Yes	2
6.	Manoj Kumar Verma	Independent Director	10335698	6	6	Yes	1
7.	Anil Aggarwal	Independent Director	10059847	6	6	Yes	0

Details of directorship of Directors in other Listed Entities as on March 31, 2026 are as follows:

	Name of the Director	Name of the Listed Entity	Category
	Kamal Poddar	Choice International Limited	Managing Director
	Arun Kumar Poddar	Choice International Limited	Director
	Vijendra Singh Shekhawat	Nil	NA
	Ajay Kejriwal	Choice International Limited	Director
	Sandeep Kumar Singh	Choice International Limited Navkar Corporation Limited	Independent Director Independent Director
	Manoj Kumar Verma	Shri Ram Finance Corporation Private Limited	Independent Director
	Anil Aggarwal	Nil	NA

Notes:

i. None of the directors hold office as a director, including as an alternate director, in more than Twenty (20) companies at the same time. Further, none of them have directorships in more than Ten (10) public companies.
ii. None of the Independent Directors serves as an Independent Director in more than Seven (7) Listed Companies.
iii. None of the Directors are related with each other except Mr. Arun Kumar Poddar and Mr. Kamal Poddar.
iv. All Independent Directors confirmed that they meet the criteria of independence.
v. None of the Non-Executive Director hold any convertible instruments of the Company.

PERFORMANCE EVALUATION

The Company has constituted a Nomination and Remuneration Committee ('NRC'), which is responsible for formulating the criteria for appointment of Directors on the Board of the Company and persons holding Key Managerial and Senior Management positions in the Company including their remuneration and other matters as provided under Section 178 of the Companies Act, 2013. The Committee also oversees Board diversity, succession planning, and ensures performance-based rewards. Additionally, it reviews and advises on the extension of Independent Directors' terms based on performance evaluations and carries out functions as mandated by the Board or statutory requirements.

The NRC has laid down the criteria for the performance evaluation of Board in its Nomination and Remuneration Policy for

determining, inter-alia, qualifications, positive attributes and independence of a Director, matters relating to the remuneration, appointment, removal and evaluation of performance of Directors, Key Managerial Personnel and Senior Management of the Company. The Policy broadly lays down the guiding principles, philosophy and the basis of payment of remuneration.

The NRC and Board has carried out an annual performance evaluation of its own performance, evaluation of Committees of Board as well as performance of all the Directors individually (including Independent Directors), as required. The evaluation involves self-evaluation by the Board Member and subsequent assessment by the Independent Directors.

A member of the Board does not participate in the discussion of his/her evaluation. The performance evaluation of the Non-Independent Directors, Chairman and the Board as a whole was carried out by the Independent Directors. The performance evaluation of the Independent Directors was carried out by the entire Board excluding the Director being evaluated.

Performance evaluation was carried out on below criteria:

Evaluation Criteria for	Criteria Specified
Board as a Whole	Board Composition & Quality Board Meetings and Procedures Board Development Board Strategy and Risk Management Board and Management Relations Succession Planning Stakeholder Value and Responsibility
Criteria of Individual Directors Including Independent Directors	For Independent Directors: Knowledge and Skill Diligence & Participation For Executive Directors: Leadership Team Strategy Acquisition Financial Planning/Performance Product Knowledge Management/ Relations
Committees of the Board	Adequacy and Composition of Committees Meeting Frequency and procedures Functioning as per the well-defined terms of references Independence Recommendations to the Board
Evaluation of Chairperson of the Board	Managing Relationship Leadership

A structured questionnaire covering various aspects of Board's functioning was circulated to the Board Members in order to receive the feedback, based on which the evaluation of performance was carried out. The Directors were satisfied on the parameters of evaluation, the implementation of the evaluation exercise and the result of the same.

DIRECTOR REMUNERATION CRITERIA

- **Remuneration to Whole-Time Director/Managing Director/Executive Director:**

  The remuneration of the Whole-Time Director/Managing Director /Executive Director is determined by the shareholders, based on the recommendation of the Committee and the Board. The break-up of the pay scale, performance bonus, perquisites (including employer's contribution to provident fund, pension, medical expenses, club fees, etc.) will be decided by the Board on the recommendation of the NRC, ensuring it remains within the overall remuneration approved by shareholder, subject to the limits prescribed in the Applicable Law and in accordance with the Nomination and Remuneration Policy which also include the fixed and variable pay components as prescribed therein.

- **Remuneration to Non – Executive / Independent Directors:**

  i. Remuneration/Profit-Linked Commission: The fixed remuneration or profit-linked commission will comply with the

statutory provisions of the Companies Act, 2013 and the applicable rules.

ii. Sitting Fees: Non-Executive Independent Directors may receive sitting fees for attending Board or Committee meetings, subject to the maximum limit prescribed under the Companies Act, 2013 or by the Central Government. The amount of sitting fees will be determined by the Nomination & Remuneration Committee and approved by the Board.

iii. Stock Options: Independent Directors are not entitled to stock options or other share-based payments as per the provisions of the Companies Act, 2013.

The sums payable to Non-Executive Independent Directors were given depending on their expertise, Director's participation in the Board and Committee meetings during the year, inputs received from them and other relevant factors for ensuring strong Board governance. The sitting fees are reviewed annually on the basis of performance evaluation.

SENIOR MANAGEMENT PERSONNEL

The details of Senior Managerial Personnel of the Company as of March 31, 2026 are as follows:

Sr. No.	Name	Designation	Effective date of Change during the year, if any	Reason for change
i.	Mr. Lokesh Jain	Director- Business & Distribution	No change	-
ii.	Mr. Ayush Sharma	Finance Controller	No change	-
iii.	Mr. Navneet Sharma	Chief of Credit	No change	-
iv.	Mr. Amit Saini	Chief of Risk	No change	-
v.	Mr. Vikas Chowdhry	Chief Operating Officer	01/07/2025	Mr. Vikas Chowdhry resigned from the position of Chief Operating Officer and since then the position is vacant in the organisation.

COMMITTEES OF THE BOARD

The Committees constituted by the Board focus on specific areas and take informed decisions within the framework of delegated authority and make specific recommendations to the Board on matters within their areas or purview. The decisions and recommendations of the Committees are placed before the Board for information or approval, as the case may be.

As on March 31, 2026, the Board has established the following mandatory Committees in line with the Companies Act, 2013 and Rules made thereunder, Master Directions of Reserve Bank of India and other regulatory requirements as applicable:

- Audit Committee
- Nomination and Remuneration Committee
- Asset Liability Management Committee
- Risk Management Committee
- Stakeholders Relationship Committee
- IT Strategy Committee
- IT Steering Committee
- Consumer Protection Committee
- Product Approval Committee
- Credit Committee of Management

Further the Company has constituted the following Management Level Committees for ease of operations and facilitating the decision making:

- Investment Committee
- Management Committee
- Disciplinary Action Committee
- Risk Management Committee of Executives
- Credit Committee of Executives
- Committee of the Executives (This Committee was dissolved vide Board resolution dated October 14, 2025).

Further, the Committees constituted by the Board of the Company are guided by its charter, which defines the scope, roles and responsibilities, powers and composition of the Committee.

The composition and functioning of these Committees are in compliance with the applicable provisions of the Act and Corporate Governance Master Directions issued by the Reserve Bank of India.

All recommendations/suggestions received from the Committees during the financial year 2025-26 were accepted by the Board with/without modification(s).

Details on the roles, terms of reference and composition of the Mandatory Committees, including the number of meetings held during the Financial Year 2025-26 and the related attendance, are provided below:

a. Audit Committee

The Audit Committee of the Company is constituted in line with the provisions of Section 177 of the Act and Master Direction – Reserve Bank of India (Non-Banking Financial Companies - Governance) Directions, 2025. All members are financially literate and have accounting or related financial management expertise. Audit Committee is chaired by an Independent Director.

The terms of reference of Audit Committee are in accordance with the Act and Guidelines, which inter alia includes:

1. Recommendation for appointment, remuneration and terms of appointment of auditors of the Company;
2. Review and monitor the auditor's independence and performance, and effectiveness of audit process;
3. Review of financial statements/financial results before their submission to the Board and may also discuss any related issues with the internal and statutory auditors and the management of the Company;
4. To oversee the Implementation of KYC/AML Policy on quarterly basis;
5. To ensure that an Information System Audit of the internal systems and processes is conducted every year to assess operational risks faced by the Company;
6. Examination/Reviewing with the management, the annual financial statements and the auditors' report/limited review report thereon;
7. Evaluation of internal controls and risk management system;
8. Monitoring the end use of funds raised through public offers and related matters;
9. Monitoring and review of frauds detected/ attempted frauds in quarter along with status update of frauds detected previously above defined threshold;
10. Review of internal audit report;
11. Review the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
12. Discuss with internal auditors of any significant findings and follow up thereon;
13. Approval or any subsequent modification of transactions of the Company with related parties;
14. Recommending Omnibus approvals in accordance with provisions of Companies Act, to the Board on Related Party Transactions during the year;
15. Annual review of outsourced activities;
16. Valuation of undertakings or assets of the Company, wherever it is necessary;
17. Scrutiny of inter-corporate loans and investment and
18. Such other power/duties and matters as mandated by Regulatory requirements or any of the Board approved policies and exercise other powers as may be delegated by Board from time to time.

Meetings of Audit Committee:

All meetings of Committee were duly held and convened by giving proper notice, agenda/notes to agenda and within the timelines stipulated under the Act and other regulatory requirements.

During the financial year, four (4) Audit Committee meetings were held on April 19, 2025; July 19, 2025; October 14, 2025 and January 21, 2026.
The composition of the Audit Committee, number of meetings held/attended during the tenure of a particular member, attendance of the members at the meetings and number of shares held in the Company are mentioned hereunder:

Sr. No.	Name of the Director	Capacity	No. of Meetings of the Committee	
			Held	Attended
1.	Mr. Manoj Kumar Verma	Independent Director (Chairman)	4	4
2.	Mr. Anil Aggarwal	Independent Director (Member)	4	4
3.	Mr. Vijendra Singh Shekhawat	Director & CEO (Member)	4	4

During the financial year under review, the Committee met and discussed on various matters including financials, internal audit reports and audit report. The Board of Directors of the Company accepted all the recommendations of the Audit Committee.

b. Nomination and Remuneration Committee (NRC)

The constitution of the Nomination and Remuneration Committee (NRC) is in compliance with the provisions of Section 178 of the Act and Master Direction – Reserve Bank of India (Non-Banking Financial Companies - Governance) Directions, 2025. NRC is chaired by an Independent Director.

The terms of reference of NRC are in accordance with the Act and Guidelines, which inter alia includes:

1. To formulate the criteria for determining qualifications, positive attributes and independence of a director;
2. To identify persons who are qualified to become Directors, Key Managerial Personnel and Senior Management and recommend to the Board their appointment and removal;
3. To undertake the process of due diligence to determine the suitability of the person for appointment / continuing to hold appointment as a director on the Board and to assess the "fit and proper" criteria of the existing and proposed directors;
4. To recommend to the Board a policy, relating to the remuneration for the Directors, key managerial personnel and other employee;
5. To specify the criteria for evaluation of performance of the Board, its committees and individual directors including Independent Directors and review its implementation;
6. To scrutinize the declarations submitted by the existing / proposed directors;
7. To ensure that deeds of covenants have been obtained from directors in the prescribed format at the time of their appointment/reappointment;
8. The remuneration/compensation/ profit-linked commission etc. to the Whole Time Director, Director and Independent Directors will be determined by the Committee and recommended to the Board for approval;
9. To grant Employee Stock Options ("OPTIONS") to the Eligible Employees of the Company;
10. To issue equity shares to Eligible Employees of the Company who hold Stock Options ("OPTIONS") following their exercise and
11. Such other power/duties and matters as mandated by Regulatory requirements or any of the board approved policies and exercise other powers as may be delegated by Board from time to time.

During the financial year under review, the NRC met once on April 19, 2025.

The composition of the NRC, number of meetings held during the tenure of a particular member and attendance of the members at the meetings:

Sr. No.	Name of the Director	Capacity	No. of Meetings of the Committee	
			Held	Attended
1.	Mr. Anil Aggarwal	Independent Director (Chairman)	1	1
2.	Mr. Manoj Kumar Verma	Independent Director (Member)	1	1
3.	Mr. Sandeep Kumar Singh	Independent Director (Member)	1	1

c. Asset Liability Management Committee

The Company has formed an Asset Liability Management Committee (ALCO) in line with provisions of Reserve Bank of India (Non-Banking Financial Companies – Asset Liability Management) Directions, 2025 to ensure adherence to the risk tolerance/ limits set by the Board as well as implementing the liquidity risk management strategy of the Company. The ALCO reviews the assets and liabilities position of the Company and gives directions to the finance team in managing the same. The classification of assets and liabilities by the Company into various maturity buckets reflects adjustments for prepayments and renewals in accordance with the guidelines issued by the Reserve Bank of India.

The terms of reference of the Asset Liability Management Committee are in accordance with the Guidelines, which inter alia includes:

1. Responsible for ensuring adherence to the risk tolerance limits set by the Board
2. Implementing the liquidity risk management strategy of the Company
3. The role of the ALCO with respect to liquidity risk would include, inter alia, decisions with regard to the following:-
   i. Desired maturity profile and mix of incremental assets and liabilities;

ii. Sale of assets as a source of funding;
iii. Structure, responsibilities and controls for managing liquidity risk and
iv. Overseeing the liquidity positions.

Meetings of ALCO

During the year, twelve (12) meetings were held on April 19, 2025; May 14, 2025; June 13, 2025; July 15, 2025; August 14, 2025; September 12, 2025, October 14, 2025; November 11, 2025; December 11, 2025; January 21, 2026; February 11, 2026 and March 11, 2026. All the meetings were conducted with requisite quorum.

The composition of the Asset Liability Management Committee, number of meetings held during the tenure of a particular member and the attendance of the members at the meetings:

Sr. No.	Name of the Director	Capacity	No. of Meetings of the Committee	
			Held	Attended
1.	Mr. Vijendra Singh Shekhawat	CEO & Director (Chairman)	12	12
2.	Mr. Ayush Sharma	Finance Controller	12	12
3.	Mr. Amit Saini	Chief Risk Officer	12	12
4.	Mr. Manoj Singhania	Group Chief Financial Officer	12	12

d. Risk Management Committee (RMC)

The Company has constituted Risk Management Committee (RMC) in line with the provisions of the Regulation 21 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Committee reviews the Risk Management Policy, document and improve risk management practices, ensure appropriate / adequate reporting to the Board, manage the integrated risk, and any other matter as the Committee may deem fit. The Committee is involved in the process of identification, measurement, monitoring and mitigation of the various risks faced by the Company.

The terms of reference of the RMC are in accordance with the Guidelines, which inter alia includes:

1. To formulate or modify a detailed risk management policy and procedure;
2. To ensure that appropriate methodology, processes and systems are in place to monitor and evaluate risks associated with the business of the Company;
3. To monitor and oversee implementation of the risk management policy, including evaluating the adequacy of risk management system;
4. To monitor and review Cyber Security and overall IT risk management;
5. To evaluate the overall risks faced by the NBFC including liquidity risk and report to the Board;
6. To monitor and review the working and functioning of the Asset Liability Management Committee and Risk Management Committee of Executives.
7. To recommend the appointment, removal and terms of remuneration of the Chief Risk Officer;
8. To formulate and implement a comprehensive Outsourcing Policy and
9. Such other power/duties and matters as mandated by Regulatory requirements or any of the Board approved policies and exercise other powers as may be delegated by Board from time to time.

Meetings of RMC

During the year, four (4) Risk Management Committee meetings were held on April 19, 2025; July 19, 2025; October 14, 2025 and January 21, 2026. All the meetings were conducted with requisite quorum.
The composition of the Risk Management Committee, number of meetings held during the tenure of a particular member and attendance of the members at the meetings:

Sr. No.	Name of the Director	Capacity	No. of Meetings of the Committee	
			Held	Attended
1.	Mr. Arun Kumar Poddar	Director (Chairman)	4	1
2.	Mr. Manoj Kumar Verma	Independent Director (Member)	4	4
3.	Mr. Vijendra Singh Shekhawat	Director (Member)	4	4
4.	Mr. Anil Aggarwal	Independent Director (Member)	4	4

e. Stakeholders Relationship Committee

The constitution of the Stakeholders Relationship Committee (SRC) is in compliance with the provisions of Section 178 of the Act to consider and resolve the grievances of security holders and stakeholders (except customers) of the Company. SRC is chaired by an Independent Director.

The terms of reference of the SRC are in accordance with the Act, which inter alia includes:

1. Resolving grievances of debenture holders;
2. Reviewing adherence to service standards adopted by the listed entity in respect of services rendered to debenture holders; and
3. Reviewing various investor-related reports and compliance with SEBI regulations.

Meetings of SRC

During the year, one SRC meeting was held on January 21, 2026.

The composition of the SRC, number of meetings held/attended during the tenure of a particular member, attendance of the members at the meetings:

Sr. No.	Name of the Director	Capacity	No. of Meetings of the Committee	
			Held	Attended
1.	Mr. Sandeep Kumar Singh	Independent Director (Chairman)	1	1
2.	Mr. Arun Kumar Poddar	Director (Member)	1	1
3.	Mr. Vijendra Singh Shekhawat	Director (Member)	1	1

f. Information Technology Strategy Committee:

The Board constituted the Information Technology Strategy Committee (ITSC) in compliance with the provisions of the Reserve Bank of India - Master Direction on Information Technology Governance, Risk, Controls and Assurance Practices dated November 07, 2023, as amended from time to time.

The terms of reference of the ITSC are in accordance with the above-mentioned Master Direction, which inter alia includes:

1. Approving IT strategy and policy documents and ensuring that the management has put an effective strategic planning process in place;
2. Ascertaining that management has implemented processes and practices that ensure that the IT delivers value to the business;
3. Ensuring IT investments represent a balance of risks and benefits and that budgets are acceptable;
4. Monitoring the method that management uses to determine the IT resources needed to achieve strategic goals and provide high-level direction for sourcing and use of IT resources;
5. Ensuring proper balance of IT investments for sustaining NBFC's growth and becoming aware about exposure towards IT risks and controls;
6. Review and amend the IT strategies in line with the corporate strategies, Board Policy reviews, cyber security arrangements and any other matter related to IT Governance;
7. Review, approve and take decisions pertaining to all IT Policies including IT Security;
8. Review the working of IT Steering Committee of the Company;
9. Review the report as submitted by internal/external auditor while conducting audit under Board Approved IT Policies;
10. Review the IT Outsourcing Arrangements and evaluating the risks and materiality of associated with prospective outsourcing on periodic basis and recommending the same to the Board and

11. Such other power/duties and matters as mandated by Regulatory requirements or exercise other powers as may be delegated by Board from time to time.

Meetings of ITSC

During the year, two (2) Information Technology Strategy Committee meetings were held on July 19, 2025 and January 21, 2026. All the meetings were conducted with requisite quorum.

The composition of the ITSC, number of meetings held during the tenure of a particular member and the attendance of the members at the meetings:

Sr. No.	Name of the Director	Capacity	No. of Meetings of the Committee	
			Held	Attended
1.	Mr. Anil Aggarwal	Independent Director (Chairman)	2	2
2.	Mr. Ajay Kejriwal	Director (Member)	2	2
3.	Mr. Vijendra Singh Shekhawat	Director (Member)	2	2
4.	Mr. Rohan Kardile	Chief Technology Officer	2	0

g. Information Technology Steering Committee (IT Steering Committee)

The Board constituted the IT Steering Committee in compliance with the provisions of the Reserve Bank of India - Master Direction on Information Technology Governance, Risk, Controls and Assurance Practices dated November 07, 2023, as amended from time to time.

The terms of reference of the IT Steering Committee are in accordance with the above-mentioned Master Direction, which inter alia includes:

1. focusing on priority setting, resource allocation of IT systems & manpower
2. monitoring of the progress of the project, including deliverables to be realized at each phase of the project and milestones to be reached according to the project timetable

Meetings of IT Steering Committee

During the year, five (5) IT Steering Committee meetings were held on August 23, 2025; September 02, 2025; December 16, 2025; January 07, 2026 and February 16, 2026. All the meetings were conducted with requisite quorum.
The composition of the IT Steering Committee, number of meetings held during the tenure of a particular member and attendance of the members at the meetings:

Sr. No.	Name of the Director	Capacity	No. of Meetings of the Committee	
			Held	Attended
1.	Mr. Vijendra Singh Shekhawat	Director & CEO (Chairman)	5	5
2.	Mr. Lokesh Jain	Director-Business & Distribution (Member)*	5	0
3.	Mr. Ayush Sharma	Finance Controller (Member)	5	2
4.	Mr. Vikas Chowdhary	Chief Operating Officer*	5	0
5.	Mr. Rohan Kardile	Chief Technology Officer	5	5
6.	Mr. Ankit Gupta	Chief Growth Officer*	5	5
7.	Mr. Shantanu Joshi	Vice President Operations	-	-

*The Committee was reconstituted on July 19, 2025, pursuant to which the position of Director-Business & Distribution ceased to be part of the Committee. As on date, there is vacancy in position of Chief Operating Officer and Chief Growth Officer, hence the Board of Directors, at its meeting held on July 16, 2026, approved the reconstitution of the IT Steering Committee. Pursuant to the reconstitution, the positions of Director Chief Operating Officer and Chief Growth Officer. Further, the position of Vice President Operations was inducted as member of the Company.

h. Product Approval Committee: The Board has constituted Product Approval Committee in accordance with the RBI Master Direction - Compliance Function and Role of Chief Compliance Officer (CCO) notified vide RBI/2022-23/24 Ref.No.DoS. CO.PPG./SEC.01/11.01.005/2022-23 dated April 11, 2022 and RBI Master Directions, as amended from time to time.

The terms of reference of the Product Approval Committee are as follows:

1. The Committee shall review any new product proposals;
2. The Committee shall review any changes, modification, up gradation, revision in the existing products;
3. Assesses the proposed product offering from an operational perspective, examines the feasibility of the system requirements for supporting the product / service and ensures that adequate risk mitigation measures, legal and compliance aspects have been taken care of in detail and documented;
4. Carries out a review of product note(s) and compliance with operational procedures on an annual basis;
5. The key features of each product such as the average financed amount, terms of the loan, tenure, moratorium period, pricing, etc. shall be decided by the Product Approval Committee;
6. The power to levy, modification or removal of any charges and to decide quantum of charges after taking into consideration RBI guidelines and terms of policy on penal and other charges and
7. Such other power/duties and matters as mandated by Regulatory requirements or any of the board approved policies and exercise other powers as may be delegated by Board from time to time.

Meetings of Product Approval Committee:

The Product Approval Committee met 14 (fourteen) times on April 16, 2025; May 15, 2025; June 17, 2025; July 03, 2025; July 12, 2025; July 30, 2025; August 11, 2025; September 06, 2025; September 12, 2025; December 31, 2025; February 12, 2026, March 15, 2026; March 24, 2026 and March 27, 2026.

The composition of the Product Approval Committee, number of meetings held during the tenure of a particular member and attendance of the members at the meetings:

Sr. No.	Name of the Director	Capacity	No. of Meetings of the Committee	
			Held	Attended
1.	Mr. Ajay Kejriwal	Executive Director (Chairman)$	14	3
2.	Mr. Vijendra Singh Shekhawat	CEO & Director	14	12
3.	Mr. Lokesh Jain	Director-Business & Distribution$	14	7
4.	Mr. Vikas Chowdhary	Chief Operating Officer$	14	3
5.	Mr. Ayush Sharma	Finance Controller	14	13
6.	Mr. Amit Saini	Chief Risk Officer$	14	7
7.	Mr. Suyash Patodia	Group Joint Managing Director$	14	7
8.	Mr. Ankit Gupta	Chief Growth Officer$	14	3
9.	Mr. Navneet Sharma	Chief of Credit	14	5

$The Board of Directors, at its meeting held on October 14, 2025, approved the reconstitution of the Product Approval Committee. Pursuant to the reconstitution, the positions of Director – Business & Distribution, Chief Operating Officer, Chief Risk Officer, Group Joint Managing Director, and Chief Growth Officer ceased to be part of the Committee. Further, the position of Executive Director was inducted as the Chairman of the Committee in place of the CEO & Director, while the CEO & Chairman continued on the Committee as a member. Additionally, the position of Chief of Credit was inducted as a new member of the Committee.

i Credit Committee of Management

The Board constituted Credit Committee of Management under Reserve Bank of India (Non-Banking Financial Companies – Credit Risk Management) Directions, 2025 for delegating the following powers:

a. Approval/ rejection of loan cases as per matrix in credit policy
b. Such other power/duties and matters as mandated by Regulatory requirements or any of the Board approved policies and exercise other powers as may be delegated by Board from time to time.

Meetings of Credit Committee of Management:

During the FY 2025-26, the Credit Committee met 32 (Thirty-Two) times on following dates:

April 16, 2025; May 15, 2025; May 20, 2025; May 28, 2025; June 17, 2025; July 03, 2025; July 12, 2025; August 11, 2025; September 08, 2025; September 27, 2025; October 01, 2025; October 03, 2025; October 04, 2025; October 13, 2025; October 14, 2025; October 16, 2025; November 07, 2025; November 11, 2025; December 23, 2025; December 28, 2025 (TWO MEETINGS WERE HELD ON SAME DAY); December 31, 2025; January 03, 2026; January 20, 2026; January 30, 2026; February 12, 2026; February 24, 2026; March 02, 2026; March 16, 2026; March 17, 2026; March 24, 2026 and March 27, 2026.

The composition of the Credit Committee of Management, number of meetings held during the tenure of a particular member and attendance of the members at the meetings:

Sr. No.	Name of the Director	Capacity	No. of Meetings of the Committee	
			Held	Attended
1.	Mr. Ajay Kejriwal	Executive Director (Chairman)^	32	6
2.	Mr. Suyash Patodia	Group Joint Managing Director^	32	8
3.	Mr. Vijendra Singh Shekhawat	CEO & Director	32	31
4.	Mr. Lokesh Jain	Director-Business & Distribution^	32	10
5.	Mr. Ayush Sharma	Finance Controller	32	29
6.	Mr. Navneet Sharma	Chief of Credit^	32	20

^$The Board of Directors reconstituted vide its resolution dated July 19, 2025. Pursuant to the reconstitution, the positions of Director – Business & Distribution and Group Joint Managing Director ceased to be part of the Committee. Further, the position of Executive Director was inducted as the Chairman of the Committee in place of the CEO & Director, while the CEO & Chairman continued on the Committee as a member. Additionally, the position of Chief of Credit was inducted as a new member of the Committee.

j. Consumer Protection Committee

The Board constituted the Consumer Protection Committee in accordance with Master Direction- Reserve Bank of India (Commercial Banks - Credit Information Reporting) Directions, 2025. The terms of reference of Committee are in accordance with the above-mentioned Master Direction, which inter alia includes:

1. To undertake a report on customer complaints received during the quarter, resolution time period and pending during the quarter along with reasons of complaints;
2. To undertake a report on Root Cause Analysis (RCA) of the customer grievances on a half yearly basis and analysis of RCA shall be placed with committee on annual basis;
3. To undertake half yearly report on the Data Quality Index (DQI) for all segments, including a review and analysis of the reports consisting of issues identified, along with details on corrective steps/actions being taken to enhance data quality and align the DQI with industry benchmarks;
4. To undertake a report on customer complaints which are not resolved within time period and payment of compensation to customer;
5. To ensure that company is complying with all other rules, regulations and compliance as required under the Master Direction; and
6. Any other work or any other task/powers as assigned by Board.

The Composition of Consumer Protection Committee is as follows:

Sr. No.	Name of the Director	Capacity
1.	Mr. Vijendra Singh Shekhawat	CEO & Director (Chairman)
2.	-	Chief Operating Officer#
3.	-	Chief of Risk & Collection#
4.	Mr. Ayush Sharma	Finance Controller
5.	Mr. Amit Saini	Chief Risk Officer
6.	Mr. Shantanu Joshi	Vice President Operations
7.	Mr. Shivraj Singh	Vice President Collection

Since the positions of Chief Operating Officer, Chief of Risk & Collection and Chief Growth Officer were vacant, the Board of Directors approved the reconstitution of the Consumer Protection Committee vide resolution dated July 16, 2027. Pursuant to the reconstitution, the positions of Chief Operating Officer, Chief Growth Officer and Chief of Risk & Collection ceased to be members of the Committee. The positions of Vice President – Operations, Vice President – Collection and Finance Controller were inducted as members.

k. Investment Committee

The Investment Committee functions according to the following roles and the powers delegated to it by the Board:

1. Deployment of funds
2. Sale of investments
3. Review of investment portfolio including determining classification of investments, inter-class transfer, valuation, income recognition & asset classification, performance of investment portfolio etc.
4. Approve recommendations for any changes in the investment policy
5. Such other power/duties and matters as mandated by Regulatory requirements or any of the board approved policies and exercise other powers as may be delegated by Board from time to time.

Meetings of Investment Committee

During the FY 2025-26, the Investment Committee met thrice on April 01, 2025; April 11, 2025 and May 25, 2025.

The composition of the Investment Committee, number of meetings held during the tenure of a particular member and attendance of the members at the meetings:

Sr. No.	Name of the Director	Capacity	No. of Meetings of the Committee	
			Held	Attended
1.	Mr. Vijendra Singh Shekhawat	CEO & Director (Chairman)	3	3
2.	Mr. Ayush Sharma	Finance Controller	3	3
3.	Mr. Amit Saini	Chief Risk Officer	3	3
4.	Mr. Manoj Singhania	Group Chief Financial Officer	3	0

l. Disciplinary Action Committee

The Disciplinary Action Committee is constituted to take disciplinary action against the employees who breached the policies of Human Resource.

Meetings of Disciplinary Action Committee

Only one Meeting of the Disciplinary Action Committee was held during Financial Year 2025-26 on February 19, 2025

The composition of the Disciplinary Action Committee and attendance of the members at the meeting:

Sr. No.	Name of the Director	Capacity	No. of Meetings of the Committee	
			Held	Attended
1.	Mr. Vijendra Singh Shekhawat	CEO & Director (Chairman)	1	1
2.	Mr. Lokesh Jain	Director-Business & Distribution	1	1
3.	Mr. Vikas Chowdhary	Chief Operating Officer@	1	1
4.	Mr. Ayush Sharma	Finance Controller@	1	1
5.	Mr. Shantanu Joshi	Vice President- Operations	1	1
6.	Mr. Amit Saini	Chief Risk Officer	1	1
7.	Heads of respective Business attend the meetings depending upon the concerned business items	Chief of Respective Business	1	1

@Since the positions of Chief Operating Officer was vacant, the Board of Directors approved the reconstitution of the Disciplinary Action Committee vide resolution dated July 16, 2027. Pursuant to the reconstitution, the positions of Chief Operating Officer ceased to be member of the Committee. The positions of Vice President – Operations and Finance Controller were inducted as members.

m. Credit Committee of Executives

The Board has constituted Credit Committee of Executives at Management Level and delegated the following powers for operational ease:

a. Approval/ rejection of loan cases as per matrix in credit policy
b. Such other power/duties and matters as mandated by Regulatory requirements or any of the Board approved policies and exercise other powers as may be delegated by Board from time to time.

During the FY 2025-26, there was no Meeting of Credit Committee of Executives was held.

The Composition of the Committee is as follows:

Sr. No.	Name of the Director	Capacity
1.	Mr. Vijendra Singh Shekhawat	CEO & Director (Chairman)
2.	Mr. Lokesh Jain	Director- Business & Distribution
3.	National Credit Managers of respective Business attend the meetings depending upon the concerned business items	National Credit Manager of respective business
4.	Mr. Ayush Sharma	Finance Controller
5.	Mr. Ankit Gupta	Chief Growth Officer

Since the position of Chief Growth Officer were vacant, the Board of Directors approved the reconstitution of the Committee vide resolution dated July 16, 2026. Pursuant to the reconstitution, the position of Chief Growth Officer ceased to be members of the Committee. Additionally, the position of Finance Controller was inducted as member.

n. Management Committee:

The Management Committee functions according to the role and the power delegated to it by the Board. The terms of reference of the Management Committee are in accordance with the Board power, which inter alia includes:

1. Approval/ rejection of loan cases as per matrix in credit policy;
2. To borrow loans from banks, Financial Institutions, etc. up to three times of the Net worth of the previous quarters unaudited financials of the company, subject to the approval of Shareholders of the Company, if any required, in order to meeting the working capital needs, capital investments, research and developments and also expansion purposes by effectively managing its financial obligations facilitating smooth business operations;
3. To negotiate, finalize, and execute the assignment of loans including stressed loans to any party, including but not limited to Asset Reconstruction Companies (ARCs), Banks, Financial Institutions, or any other eligible entity, subject to an overall limit of ₹250 crores (Rupees Two Hundred Fifty Crores only) and related matters;
4. To open and close general operating accounts, collection accounts, escrow accounts, and other specialized bank accounts necessary for business operations and related matters;
5. To appoint authorized signatories or officials who can manage and operate the company's bank accounts and execute relevant banking documents;
6. To approve the on-boarding of new vendors or third-party service providers that the Company may require in the ordinary course of business;
7. To decide on and approve the company's use of all banking products and services available through various channels. These banking services may include, but are not limited to, financial products such as loans, credit lines, treasury services, investment products, trade finance, and more, accessible through physical branches, online banking platforms, or other digital interfaces;
8. Apply for, obtain, renew, modify, or surrender registrations, licenses, approvals, permissions, or authorizations from any regulator or statutory authority, including but not limited to the Reserve Bank of India (RBI), Securities and Exchange Board of India (SEBI), stock exchanges, Ministry of Corporate Affairs (MCA), Income Tax Authorities, Goods and Services Tax (GST) authorities, or any other central, state, or local regulatory body, as may be required for the conduct of the Company's business as an NBFC;
9. Authorize any of the Executive Directors, Chief Financial Officer, Finance Controller, or Company Secretary, either jointly or severally, to act as the Company's authorized representative before stock exchanges, RBI, Income Tax Authorities, GST authorities, or any other statutory or regulatory authority;

10. Permit such authorized representatives to appear, make representations, provide explanations, submit documents, file applications, responses, affidavits, undertakings, returns, appeals, or other statutory filings, and to attend hearings or meetings on behalf of the Company, as may be required from time to time;
11. Empower such authorized representatives to sign, execute, verify, and submit any applications, declarations, forms, communications, or legal documents in the name and on behalf of the Company, in connection with regulatory, tax, or compliance matters;
12. Take all such ancillary, incidental, and consequential actions as may be necessary or expedient for obtaining approvals, defending proceedings, complying with notices, or addressing queries from any regulatory or statutory authority, in the best interests of the Company and
13. Further delegate, where necessary, any of the above powers to senior management or officials of the Company for operational efficiency, subject to oversight of the Management Committee and ratification by the Board.

Meetings of the Management Committee:

During the year, 13 Management Committee meetings were held on May 28, 2025; June 09, 2025; July 24, 2025; August 11, 2025, August 30, 2026; October 14, 2025; October 27, 2025; December 19, 2025; December 26, 2025; February 05, 2026; February 28, 2026, March 10, 2026 and March 27, 2026.

The composition of the Management Committee, number of meetings held during the tenure of a particular member and attendance of the members at the meetings:

Sr. No.	Name of the Director	Capacity	No. of Meetings of the Committee	
			Held	Attended
1.	Mr. Kamal Poddar	Director (Chairman)	13	13
2.	Mr. Ajay Kejriwal	Director (Member)	13	13
3.	Mr. Vijendra Singh Shekhawat	Director (Member)	13	13

GENERAL BODY MEETING:

i. Annual General Meeting (AGM):

The details of the location and time of the last three annual general meetings (AGM) are given below:

Financial Year	Meeting No.	Date	Time	Venue	Special Resolution Passed
2022-23	7th AGM	24/08/2023	11:00 AM	Registered Office of the Company situated at Sunil Patodia Tower, Plot No. 156-158, J.B. Nagar, Andheri (East), Mumbai-400 099	Nil
2023-24	8th AGM	02/09/2024	11:00 AM	Registered Office of the Company situated at Sunil Patodia Tower, Plot No. 156-158, J.B. Nagar, Andheri (East), Mumbai-400 099	Nil

2024-25	9th AGM	30/09/2025	12:30 PM	Meeting was held through Video Conferencing or Other Audio-Video Mode which shall deemed to be held at the registered office of the Company	1. To alter Articles of Association of the Company in terms of Regulation 23(6) of SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 2. To approve granting loans, guarantees and security under Section 185 of the Companies Act, 2013

ii. Extraordinary General Meeting

During the FY 2025-26, the Shareholders of the Company had passed four (4) special resolutions as detailed below:

Meeting No.	Date	Time	Venue	Special Resolution Passed
1st	25/04/2025	11:00 AM	Registered Office of the Company situated at Sunil Patodia Tower, Plot No. 156-158, J.B. Nagar, Andheri (East), Mumbai-400 099	1. Approval of issue of Secured, Rated, Listed, Redeemable, Taxable, Non-Convertible Debentures (NCDs) on Private Placement Basis 2. Approval of issue of Secured, Redeemable, Rated, Unlisted, 12% Non-Convertible Debentures (NCDs) on Private Placement Basis upto Rupees Five Crore with an additional green shoe option of Rupees Five Crore 3. To consider and approve the limits of the borrowings of the company in excess of aggregate of the paid-up share capital and free reserve of the Company
2nd	06/06/2025	11:00 AM	Registered Office of the Company situated at Sunil Patodia Tower, Plot No. 156-158, J.B. Nagar, Andheri (East), Mumbai-400 099	Issuance of equity shares on preferential basis
3rd	18/12/2025	05:00 PM	Registered Office of the Company situated at Sunil Patodia Tower, Plot No. 156-158, J.B. Nagar, Andheri (East), Mumbai-400 099	Approval of issue of Secured, Rated, Listed, Redeemable, Taxable, Non-Convertible Debentures (NCDs) on Private Placement Basis

iii. Postal Ballot

There were no special resolutions passed through postal ballot last year.

GENERAL SHAREHOLDER INFORMATION

Particulars	Details as on March 31, 2026
Day and Date	Wednesday, August 26, 2026
Time	11:00 AM
Venue	10th AGM shall be held through Video Conferencing and Audio Video Means deemed to be held at Registered Office of the Company
Financial Year	2025-26
Dividend Payment Date	The Board has not recommended dividend for F.Y. 2025-26.
The name and address of each stock exchange(s) at which the listed entity's securities are listed and a confirmation about payment of annual listing fee to each of such stock exchange(s)	The Company has issued privately placed Secured, Rated, Listed, Taxable, Redeemable Non-Convertible Debentures which were listed on BSE Limited. P J Towers, Dalal Street, Mumbai – 400 001. The Company had paid the annual listing and custodian fees for Financial Year 2025-26 to the Stock Exchange.
Registrar to an issue and share transfer agents	MUFG Intime India Private Limited (formerly known as Link Intime India Private Limited) **Address:** C-101, 1st Floor, 247 Park Lal Bahadur Shastri Marg, Vikhroli (West) Mumbai 400083 (Maharashtra) **Contact Person:** Mr. Ganesh Jadhav (Vice President – Depository Operations) **Tel No.:** +91 22 4918 6000 **Fax**: +91 22 49186195 **Website**: www.in.mpms.mufg.com
Share Transfer System	In terms of Regulation 7 of the SEBI LODR Regulation, M/s MUFG Intime India Private Limited continues to be the Registrar and Share Transfer Agent and handles all relevant share registry services. All the securities of the Company are in dematerialized form, hence there are no physical transfer of securities.
Debenture Trustees	Axis Trustee Services Limited Axis House, P B Marg, Worli, Prabhadevi, Mumbai - 400025, Maharashtra **Contact Person**: Mr. Kumar Samithan (GM and Head-Operations) **Contact No.:** +91-22-62300451 **Email address**: debenturetrustee@axistrusee.in **Website**: www.axistrustee.in

DISTRIBUTION OF SHAREHOLDING AS ON MARCH 31, 2026

Sr. No.	Category	Particulars	
A.	**Promoters Holding**	**No. of Share**	**% of shareholding**
1.	**Indian**		
	Individual	100	0
	Bodies Corporate	8,46,02,985	82.34
	Sub-Total	**8,46,03,085**	**82.34**
2.	**Foreign promoters**	-	-
	Sub-Total (A)	**8,46,03,085**	**82.34**
B.	**Non-Promoters Holding**	**No. of Share**	**% of shareholding**
1.	**Institutional Investors**		
2.	**Non-Institutional Investors**		
	Private Corporate Bodies	1,60,84,540	15.65
	Directors & Relatives	19,05,000	1.85
	Indian Public	-	-
	Others (including Non-Residents NRIs)	1,57,375	0.15
	Sub Total (B)	**1,81,46,915**	**17.66**
	Grand Total	**10,27,50,000**	**100.00**

MEANS OF COMMUNICATION

The Company strives for ensuring transparency in the communication with its stakeholders including its lenders, customers, shareholders, etc. Complete and timely disclosure of information having bearing on the operations of the Company are being intimated on the website of BSE Limited on which Non-Convertible Debentures of the Company are listed. The Unaudited Financial Results of every Quarter and Annual Financial Statements are uploaded on the website of the company at **https://choiceindia.com/cfpl-policies-and-disclsoures**. The same are also forwarded to the Debenture Trustee in pursuance of Regulation 56 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Annual Reports, notice of the meetings and other communications to the members of the company, debenture trustees and to all other persons so entitled are generally sent through e-mail.

The Ministry of Corporate Affairs ("MCA") and SEBI has through various circulars issued from time to time granted relaxation from dispatch of physical copies of annual return. Therefore, the Annual Report for FY 2025-26 and Notice of 10th AGM of the Company is being sent to the Members, Debenture Trustees, Debenture Holders and Auditors of the Company only through their registered e-mail addresses in accordance with MCA and SEBI Circulars.

OTHER DISCLOSURES

A. disclosures on materially significant related party transactions that may have potential conflict with the interests of listed entity at large;

All the Related Party Transactions were placed before the Audit Committee for review and approval. Annually omnibus approval was obtained for transactions which were of repetitive nature and/ or entered in the ordinary course of business. All the related party transactions entered into by the Company, during the financial year, were in its ordinary course of business and on an arm's length basis. Further, there were no material related party transactions entered into by the Company.

B. Details of non-compliance by the listed entity, penalties, strictures imposed on the listed entity by stock exchange(s) or the board or any statutory authority, on any matter related to capital markets, during the last three years;

A penalty of Rs. 10,000/- was levied on the Company for delay in submission of intimation relating to Record date under Regulation 60(2) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. Appropriate internal controls and tracking mechanisms have been put in place in order to keep the track of the records dates for avoiding such compliance lapses in future.

C. details of establishment of vigil mechanism / whistle blower policy, and affirmation that no personnel has been denied access to the audit committee;

The Company has put in place the Vigil Mechanism as envisaged in the Act and the Rules prescribed thereunder, RBI Guidelines and the SEBI LODR Regulations through the Whistle Blower Policy. This Policy provides for adequate safeguards against victimization of persons who use such mechanism and makes provision for direct access to the Chairperson of the Audit Committee. The Audit Committee is apprised on the vigil mechanism on a periodic basis. During the year, no personnel was denied access to the Chairperson of the Audit Committee.

D. web link where policy for determining 'material' subsidiaries is disclosed:

https://choiceindia.com/cfpl-policies-and-disclsoures

E. web link where policy on dealing with related party transactions:

https://choiceindia.com/cfpl-policies-and-disclsoures

F. outstanding Global Depository Receipts (GDRs) or American Depository Receipts (ADRs) or warrants or any convertible instruments, conversion date and likely impact on equity;

There were no outstanding GDRs/ADRs/CCPS/warrants outstanding for conversion and which would have an impact on the equity of the Company.

G. disclosure of commodity price risks and commodity hedging activities.

Not Applicable since the Company does not have any derivatives denominated in foreign currency.

H. Details of utilization of funds raised through preferential allotment or qualified institutions placement

The Board in its Meeting held on June 06, 2025 approved the raising of funds aggregating to INR 99,51,75,180/- through the issuance of 92,14,585 equity shares at an issue price of INR 108/- to M/s. Choice International Limited, the Holding Company on a preferential basis, subject to the approval of the shareholders. In the Extra-Ordinary General Meeting held on the even day, the shareholders also approved the said preferential issue. Further, the Management Committee of the Board in its Meeting held on June 09, 2025 approved the allotment of 92,14,585 equity shares of face value INR 10/- each at an issue price of INR 108/- including premium of INR 98/- each aggregating to INR 99,51,75,180/- to M/s. Choice International Limited, the Holding Company on a preferential basis. The funds raised through this preferential allotment have been utilized for the purpose stated in the Private Placement Offer cum Application Letter, i.e. for on-lending and working capital purpose.

I. a certificate from a company secretary in practice that none of the directors on the board of the company have been debarred or disqualified from being appointed or continuing as directors of companies by the Board/Ministry of Corporate Affairs or any such statutory authority - Enclosed with this Annual Report

J. total fees paid to the statutory auditor for all services availed by the Company

The details of total fees paid to M/s. Chokshi & Chokshi, Chartered Accountants (FRN: 101872W/W100045) Statutory Auditors of the Company during the Financial Year 2025-26 is given below:

Particulars	Amt. (in INR Lakhs)
Statutory Audit Fees	16.00
Non- audit service (Mandatory Certificates)	0.90
Reimbursement of expenses	Nil

K. disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

The Company is committed to providing and promoting a safe and healthy work environment for all its employees at the workplace and has adopted the Choice Group's 'Policy on Prevention of Sexual Harassment at workplace' to prohibit, prevent or deter any acts of sexual harassment at workplace and to provide the procedure for the Redressal of complaints pertaining to sexual harassment and in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 and the rules thereunder.

The following is a summary of Sexual Harassment complaints:

number of complaints filed during the financial year	number of complaints disposed of during the financial year	number of complaints pending as on end of the financial year
Nil	Nil	Nil

L. disclosure by listed entity and its subsidiaries of 'Loans and advances in the nature of loans to firms/ companies in which directors are interested by name and amount: The Company has not provided any Loans and Advances in the nature of loans to firms/companies in which directors are interested.

M. Details of material subsidiaries of the listed entity; including the date and place of incorporation and the name and date of appointment of the statutory auditors of such subsidiaries:

Not applicable since the Company does not have any subsidiary company.

N. Code on Fair Practices for dealing with Unpublished Price Sensitive Information as prescribed under the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 ("PIT Regulations"):

In accordance with the requirements of the SEBI (Prohibition of Insider Trading) Regulations, 2015 ("PIT Regulations"), as amended from time to time, the Company has adopted a Code on Fair Practices for dealing with Unpublished Price Sensitive Information to regulate, monitor, and report trading by Designated Persons in the listed securities of the Company. Further, the Company has established and maintains a Structured Digital Database (SDD) in accordance with the provisions of the PIT Regulations. The SDD is maintained in-house and has not been outsourced, ensuring proper recording and tracking of unpublished price sensitive information.

O. Credit Ratings:

The credit ratings assigned to the Company during the financial year 2025–26 form an integral part of the Board's Report.

P. Adoption of the discretionary requirements as specified in Part E of Schedule II:

Being a debt listed entity, with its Privately Placed Non-Convertible Debentures listed on BSE Limited, the Company has fully complied with all applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, during the year under review, reflecting its commitment to transparency, regulatory compliance, and maintaining investor confidence. Further, among discretionary requirements, and other acts, rules, regulations and guidelines as applicable, the Company has adopted the following:

i. **Appointment of Women Independent Director:** The Board of Directors appointed Mrs. Reena Wagh (DIN: 11597282) as an Additional Non-Executive Independent Director of the Company with effect from April 20, 2026, to hold office up to the date of the ensuing Annual General Meeting. Further, subject to the approval of the Members, she is proposed to be appointed as a Non-Executive Independent Director for a term of five (5) consecutive years commencing from April 20, 2026 to April 19, 2031 (both days inclusive).

ii. **A half-yearly/quarterly (wherever applicable) declaration of financial performance:** Half-yearly/Quarterly (wherever applicable) financial results published in the newspapers, displayed on the website of the Company as well as disseminated to the Stock Exchange after Board approval for information of Stakeholders and public at large.

iii. **The Internal auditor may report directly to the Audit Committee:** The Internal Auditor reports to the Director & CEO for day-to-day administrative purposes and also has direct access to the Audit Committee. The Internal Auditor meets the Audit Committee on a quarterly basis to present audit findings, discuss internal audit observations, and apprise the Committee of key risk and control matters.

iv. **Modified opinion(s) in audit report:** During the year under review, there is no audit qualification on the Company's financial statements.

v. **Risk Management:** The Company has constituted a Risk Management Committee in accordance with the provisions of Regulation 21 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Committee oversees the implementation of a comprehensive Risk Management Framework designed to identify, assess, monitor and mitigate material risks arising from the Company's business operations. The framework enables the Company to proactively manage key risk exposures, including credit, liquidity, operational, market, information technology and compliance risks, thereby supporting sustainable growth and safeguarding stakeholder interests.

Q. Management Discussion and Analysis Report (MDAR)

A detailed analysis of the Company's performance is discussed in the Management Discussion and Analysis Report in accordance with the Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 forming part of this Annual Report.

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS
(Pursuant to Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

The Members
CHOICE FINSERV PRIVATE LIMITED
(CIN: U74999MH2016PTC281908)
Sunil Patodia Tower, Plot No. 156-158, J.B. Nagar,
Andheri (East), Mumbai, Maharashtra, India, 400099,

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of CHOICE FINSERV PRIVATE LIMITED (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with RBI master direction and Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company and its officers, We hereby certify that none of the Directors on the Board of the Company as stated below for the financial year ending on March 31, 2026 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority;

DIN/PAN	Full Name	Designation	Date of Appointment
01518700	KAMAL PODDAR	Whole-time director	01/06/2016
03051841	AJAY RAJENDRA KEJRIWAL	Director	01/06/2016
02814440	SANDEEP SINGH KUMAR	Director	13/08/2021
09435913	VIJENDRA SINGH SHEKHAWAT	Director	16/12/2021
02819581	ARUN KUMAR PODDAR	Director	27/11/2023
10335698	MANOJ KUMAR VERMA	Director	13/10/2023
10059847	ANIL AGGARWAL	Director	13/07/2023

Ensuring the eligibility for the appointment/continuity of every Director on the Board is the responsibility of the Management of the Company. Our responsibility is to express an opinion on these based on our verification.

Sd/-
Komal Birmiwala
Practicing Company Secretaries
Membership No. A39718
COP No. 28907

UDIN: A039718H001016991
Peer Review Certificate No. 5849/2024

Date: July 16, 2026
Place: Mumbai

CHOICE FINSERV

Management Discussion and Analysis Report

GLOBAL ECONOMIC SCENARIO

The global economy exhibited resilience during 2025-26 despite heightened geopolitical tensions, evolving trade policies and continued financial market volatility. Economic activity was supported by easing inflation in several advanced economies, improving labour markets and gradual recovery in global trade. However, growth remained below the historical average due to persistent geopolitical conflicts, supply chain realignments, elevated public debt, policy uncertainty and slower productivity growth.

According to the **International Monetary Fund (IMF) World Economic Outlook (April 2026)**, global growth is projected at **3.1%** in **2026** and **3.2%** in **2027**, reflecting a stable yet subdued growth trajectory. Inflation is expected to continue moderating across most economies; however, central banks are expected to remain cautious in calibrating monetary policy in view of persistent risks arising from commodity price fluctuations, trade fragmentation and geopolitical developments.

The global financial system remained resilient, supported by stronger capitalisation and regulatory reforms implemented after the Global Financial Crisis. Nevertheless, financial institutions continued to face challenges arising from elevated interest rates, liquidity management, cybersecurity threats, climate-related financial risks and geopolitical uncertainties. These developments reinforced the importance of prudent risk management, capital planning and operational resilience across the financial sector.

Indian Economy

India continued to demonstrate remarkable resilience during FY 2025-26, reaffirming its position as one of the fastest-growing major economies despite an uncertain global economic environment. Strong domestic demand, sustained public capital expenditure, resilient private consumption, expanding services activity and continued policy reforms provided a solid foundation for broad-based economic growth.

During the year, the Ministry of Statistics and Programme Implementation (MoSPI) introduced a **new National Accounts Series with the base year revised from 2011–12 to 2022–23,** aligning India's GDP estimation methodology with evolving international statistical standards and better reflecting the structural transformation of the economy. The revised series incorporates enhanced data coverage, improved estimation techniques and updated sectoral weights, thereby providing a more representative measure of economic activity.

Based on the revised series, **Real GDP** is estimated to have grown by **7.6%** during FY 2025-26, following growth of **7.2%** in FY 2023-24 and **7.1%** in FY 2024-25, highlighting the sustained momentum of the Indian economy over the last three years.

Based on the revised series, **Real GDP** is estimated to have grown by **7.6%** during FY 2025-26, following growth of **7.2%** in FY 2023-24 and **7.1%** in FY 2024-25, highlighting the sustained momentum of the Indian economy over the last three years. **Nominal GDP** expanded by **8.6%,** while **Real Gross Value Added (GVA)** recorded a growth of **7.7%**, supported by strong performance across the manufacturing, services and construction sectors. Manufacturing emerged as one of the principal drivers of economic growth, recording double-digit expansion under the revised series, while the secondary and tertiary sectors also registered robust growth. The Trade, Hotels, Transport, Communication and related Services segment recorded growth of over **10%**, reflecting the continued recovery in economic activity and consumer demand.

On the demand side, the economy continued to be supported by healthy domestic consumption and sustained capital formation. **Private Final Consumption Expenditure (PFCE)** and **Gross Fixed Capital Formation (GFCF)** each recorded growth exceeding 7%, reflecting resilient consumer confidence and continued investment in

productive capacity. The Government's continued emphasis on infrastructure development, manufacturing, logistics and digital transformation further strengthened the investment climate and enhanced India's medium-term growth prospects.

The financial sector remained a key pillar of economic growth. Healthy credit demand, improved asset quality across the banking system, increasing formalisation of businesses and rapid digitalisation continued to strengthen financial intermediation. The expansion of digital payments, technology-enabled lending platforms and financial inclusion initiatives widened access to formal credit, particularly for MSMEs, retail borrowers and underserved segments. Simultaneously, the Reserve Bank of India continued to reinforce prudential regulation, governance standards and risk management practices, contributing to the resilience and stability of India's financial system.

India's strong macroeconomic fundamentals, favourable demographic profile, expanding digital economy, stable financial sector and ongoing structural reforms continue to position the country favourably for sustainable long-term growth. These factors are expected to support continued expansion in credit demand and create significant opportunities for banks and Non-Banking Financial Companies (NBFCs) to deepen financial inclusion and contribute to the country's economic development.

Outlook

The global economic outlook for 2026-27 remains cautiously optimistic, supported by moderating inflation, easing monetary policy in several advanced economies and gradual recovery in global trade. However, geopolitical tensions, trade policy uncertainties, supply chain realignments, climate-related risks and financial market volatility continue to pose challenges to sustained global growth. These factors are expected to influence capital flows, commodity prices and the operating environment for financial institutions worldwide.

Despite these global headwinds, India remains well-positioned to sustain its growth momentum, supported by strong domestic demand, continued public investment in infrastructure, favourable demographics, rapid digitalisation and ongoing structural reforms. The Government's focus on manufacturing, logistics, financial inclusion, digital public infrastructure and ease of doing business is expected to further strengthen the country's long-term growth trajectory. The Economic Survey also projects continued resilience in the Indian economy, underpinned by healthy consumption, robust investment activity and sound macroeconomic fundamentals.

The Indian financial sector is expected to continue playing a pivotal role in supporting economic growth by facilitating credit expansion across retail, MSME, infrastructure and emerging sectors.

The Indian financial sector is expected to continue playing a pivotal role in supporting economic growth by facilitating credit expansion across retail, MSME, infrastructure and emerging sectors. Continued adoption of digital technologies, increasing formalisation of the economy and expanding financial inclusion are expected to create significant opportunities for banks and Non-Banking Financial Companies (NBFCs). At the same time, evolving regulatory expectations, cybersecurity risks, changing customer preferences and global macroeconomic uncertainties will require financial institutions to maintain strong governance, prudent risk management and operational resilience. Recent assessments by the Reserve Bank of India indicate that the banking system remains well-capitalised with improving asset quality, providing a strong foundation for sustained credit growth.

Against this backdrop, **Choice Finserv Private Limited** remains optimistic about its growth prospects. The Company will continue to focus on expanding its lending portfolio through prudent underwriting practices, strengthening customer relationships, leveraging technology to enhance operational efficiency and delivering innovative financial solutions. The Company remains committed to maintaining a robust risk management framework, preserving asset quality, ensuring regulatory compliance and optimising capital deployment to achieve sustainable and profitable growth. Backed by India's favourable macroeconomic outlook and the increasing demand for formal credit, the Company is well-positioned to create long-term value for its customers, stakeholders and the broader economy.

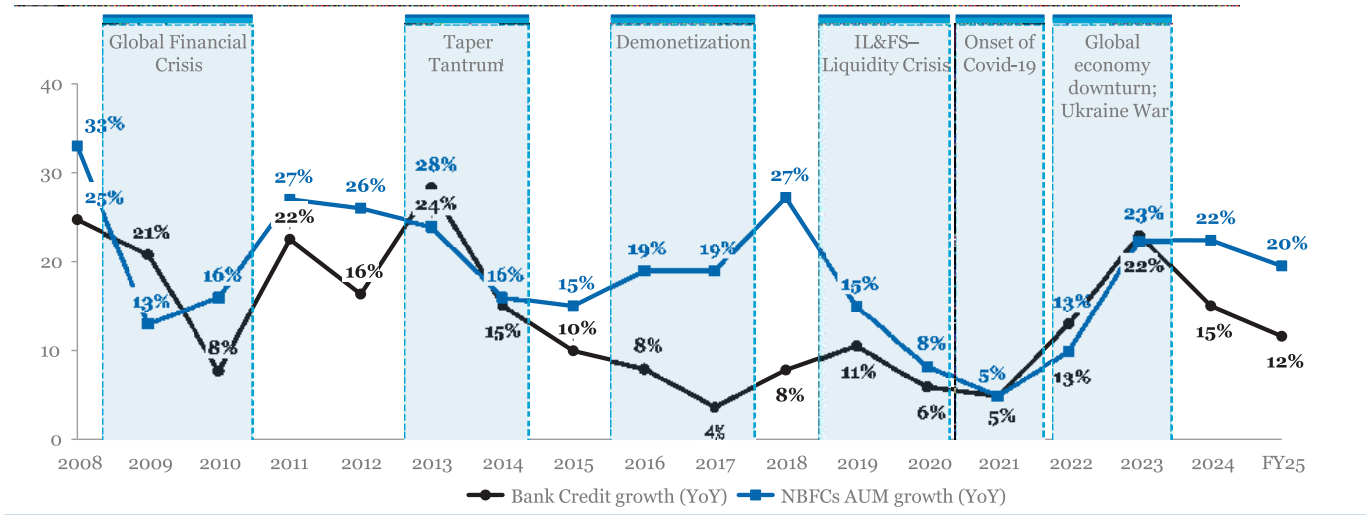
Industry structure and developments

NBFCs are expected to play a crucial role in the India growth story fueling formalized credit penetration among the underserved. Though the banking system dominates financial services, NBFCs have grown in importance by carving a niche for themselves by catering to customers in underbanked regions or those who would not be catered to by traditional financial institutions, due to absence of credit history or lack of proper collateral records.

NBFCs continue to outpace banks in credit growth

NBFC growth moderates to 17% in H1FY26 after four consecutive quarters of 20%+ expansion

Player-group wise y-o-y growth in advances



ι. Taper Tantrum crisis of 2013 refers to foreign investors pulling out money from equities and bonds in emerging markets as a reaction to US Fed announcement of reducing/ceasing its)ond purchase program; this led to a tightening of liquidity available in the market, impacting both banks & NBFCs
Note: Analysis has been made based on 31 NBFCs (9 HFCs, 2 Gold, 3 MFI, 1 Cards and 16 Diversified NBFCs) and 37 Banks (12 PSBs , 10 Private-New, 10 Private-Old Banks and 5 Small Finance Banks)
Source: Capitaline, Quarterly Results, Investor Presentation, Annual Report, BCG Analysis

Source: Boston Consulting Group

TRENDS SHAPING NBFC LANDSCAPE

- Robust Credit Growth
- Strong Capital Adequacy
- Improved Collection Efficiency
- Improved Asset Quality
- Diversification into Retail Lending
- Operational Efficiency

1. The Retail AUM of NBFCs (NBFC-Retail; excluding HFCs3) expanded at 17% YoY in H1 FY2026, as growth was constrained amid asset quality pressures and macroeconomic uncertainties. ICRA expects the NBFC-Retail segment to grow at a moderate pace of 17-19% during FY2026 and 16-18% in FY2027. Within this, gold loans has been the most buoyant, driven up by gold prices. VF, PL/CL segments have also benefited from the GST rate cuts, which has spurred domestic demand as customers advanced their purchases.

2. Incremental funding (over and above the refinancing of maturing debt) requirement by the NBFC-Retail segment is forecasted around Rs. 3.5-3.7 trillion in FY2026 and Rs. 4.1-4.3 trillion in FY2027. Credit flows from the banking sector turned positive, though was modest at about Rs. 40 billion in 8M FY2026. Consequently, entities had to rely on funding from other sources such as market issuances, and securitisation. The borrowing rates of NBFCs reduced gradually on the back of the earlier rate cuts from the RBI. Overall, ICRA expects the weighted average CoF4 to reduce by 10-30 bps in FY2026 and a similar quantum in FY2027 as well.

3. Asset quality pressures have continued for retail NBFCs as the seasoning impact of the earlier fast-paced growth plays out. Entities have accelerated technical write-offs, as they have adequate provisions and capital to absorb the credit costs on their balance sheet (b/s). This has aided in keeping the delinquencies under control; overall credit costs are anticipated to remain elevated, increasing by 10-30 bps during FY2026 and thereafter stabilising in FY2027.

4. Net profitability of NBFCs would moderate in FY2026, as credit costs will remain elevated. Though a modest improvement is anticipated in FY2027, as the asset quality concerns get assuaged. Stable interest margins and operating costs would provide support to the sectoral profitability in the near term.

5. The sectoral capitalisation profile is adequate to absorb any asset quality shocks and support the projected AUM growth in the near term. Some entities with significant credit losses may, however, need to raise 'confidence capital' to boost lender and other stakeholder confidence.

Source:https://www.icra.in/Rating/DownloadResearchSummaryReport?id=6759

Key Products

- **MSME (Business) & LAP Loan:** Choice Finserv Private Limited (CFPL) offers MSME Loans and Loan Against Property (LAP) solutions to address the diverse financing needs of businesses and individuals. These products provide customized and accessible funding based on borrowers' financial strength, cash flows, repayment capacity, and credit profile, enabling business growth, working capital support, and personal financial

requirements. Through a prudent credit assessment framework, CFPL focuses on serving financially disciplined customers with strong repayment capabilities and sustainable income sources.

- **Solar Finance:** Company offers specialized financial product designed to facilitate the acquisition of rooftop solar power systems to residential, commercial, and industrial customers. These loans are secured by hypothecation of the financed solar system.

- **NBFC Funding:** NBFCs play a vital role in promoting financial inclusion by providing credit and financial services to underserved sectors, including MSMEs, rural enterprises, and niche market segments. Company provides funding support to RBI-registered NBFCs, including Asset Finance Companies, Micro Finance Institutions, Housing Finance Companies, and Fintech entities. The Company continues to align its funding practices with evolving regulatory requirements while supporting the sustainable growth of the NBFC sector.

- **Loan Against Shares:** Company offers Loan Against Shares (LAS), enabling customers to unlock the value of their investment portfolios without liquidating their holdings. The product provides a convenient and efficient source of funding by allowing borrowers to pledge eligible shares as collateral while continuing to retain ownership and benefit from their investments. LAS remains a key financing solution for meeting diverse personal and business funding requirements.

- **Real Estate Funding:** Company provides Builder Funding solutions to support the growth of the real estate and infrastructure sectors. Through customized and structured financing, the Company assists developers and construction firms in meeting project-related funding requirements, including construction and completion costs. This funding support enables efficient working capital management, timely project execution, and enhanced business sustainability.

Opportunities

1. **Strong Economic Growth and Expanding Credit Demand**

   India's continued position as one of the fastest-growing major economies, supported by robust domestic consumption, increasing private investment and sustained infrastructure development, is expected to drive demand for credit across retail, MSME and corporate segments. This presents significant opportunities for NBFCs to expand their lending portfolios and deepen financial inclusion.

   Source: Economic Survey 2025-26 (Chapter 1); MoSPI – Provisional Estimates of GDP for FY 2025-26.

2. **Increasing Financial Inclusion**

   Government initiatives promoting financial inclusion, formalisation of the economy and digital public infrastructure continue to expand access to formal financial services. NBFCs are well-positioned to cater to underserved customer segments, including MSMEs, self-employed individuals and first-time borrowers, thereby supporting inclusive economic growth.

   Source: Economic Survey 2025-26; Reserve Bank of India Annual Report 2025-26.

3. **Digital Transformation and FinTech Collaboration**

   Rapid adoption of digital lending platforms, account aggregators, artificial intelligence, data analytics and digital payment systems is transforming customer acquisition, credit underwriting and servicing. These developments enable NBFCs to improve operational efficiency, enhance customer experience and develop innovative financial products through partnerships with FinTech companies.

   Source: Economic Survey 2025-26 (Financial Sector); RBI Annual Report 2025-26.

4. **Regulatory Strengthening Enhancing Sector Credibility**

   The Reserve Bank of India's scale-based regulatory framework, enhanced governance standards and strengthened prudential norms are expected to improve the resilience, transparency and credibility of the NBFC sector. A stronger regulatory framework is likely to enhance investor confidence and support sustainable long-term growth.

   Source: RBI Scale Based Regulation Framework; RBI (Non-Banking Financial Companies – Miscellaneous) Directions, 2025.

5. **Infrastructure and MSME Financing**

   The Government's continued focus on infrastructure development, manufacturing, logistics and MSME growth under various policy initiatives is expected to create sustained demand for credit. NBFCs, with their customer-centric approach and flexible lending models, remain well-positioned to address financing requirements in these sectors.

   Source: Union Budget 2025-26; Economic Survey 2025-26.

Threats

1. Global Macroeconomic Uncertainty

Geopolitical conflicts, trade fragmentation, supply chain disruptions, commodity price volatility and changing global monetary policies continue to pose risks to economic growth and financial market stability. Such developments may impact borrower sentiment, funding costs and credit demand for NBFCs.

Source: IMF World Economic Outlook, April 2026.

2. Evolving Regulatory Environment

The regulatory framework for NBFCs continues to evolve with increased emphasis on governance, capital adequacy, liquidity management, risk management and customer protection. While these measures strengthen the sector, they also require higher compliance standards, enhanced internal controls and continued investments in governance and technology.

Source: RBI Scale Based Regulation Framework; RBI Prudential Norms on Capital Adequacy Directions, 2025.

3. Funding and Liquidity Risks

NBFCs remain dependent on diversified funding sources, including banks and capital markets. Changes in interest rates, liquidity conditions or investor sentiment may increase borrowing costs and affect funding availability, thereby impacting profitability and business expansion.

Source: RBI Financial Stability Report, June 2026.

4. Asset Quality and Credit Risk

Economic uncertainties, sector-specific stress and changing borrower behaviour may affect repayment capacity, particularly in unsecured lending and MSME segments. Maintaining prudent underwriting standards, effective monitoring mechanisms and timely recovery processes remains essential for preserving asset quality.

Source: RBI Financial Stability Report, June 2026.

5. Technology, Cybersecurity and Operational Risks

Increasing digitalisation of financial services has heightened exposure to cyber threats, data privacy concerns, technology failures and fraud risks. Continuous investment in information security, cybersecurity infrastructure, business continuity planning and operational resilience is essential to safeguard customer information and ensure uninterrupted business operations.

Source: RBI Annual Report 2025-26; RBI Master Directions on Information Technology Governance, Risk, Controls and Assurance Practices.

6. Intensifying Competition

The NBFC sector continues to face intense competition from banks, Small Finance Banks, FinTech companies and digital lending platforms. Sustaining competitive advantage will require continuous product innovation, customer-centric service delivery, technological advancement and efficient cost management.

Source: Economic Survey 2025-26 (Financial Sector); RBI Annual Report 2025-26.

Risk Management

The Company has established a robust risk governance framework under the oversight of the Board of Directors and the Risk Management Committee of the Board ("RMCB"), supported by executive management committees and independent control functions.

As an NBFC, the Company is exposed to various financial and non-financial risks. The key risk exposures and the corresponding mitigation measures adopted by the Company are summarised below:

Risk Exposure	Risk Mitigation Strategy
Credit Risk	Managed through a robust underwriting framework comprising KYC and due diligence, credit appraisal, cash flow assessment, collateral evaluation, borrower and group exposure limits, product-specific underwriting norms, delegated approval authorities, structured security documentation, post-disbursement monitoring and recovery mechanisms. Adequate provisions are maintained in accordance with applicable RBI guidelines.
Liquidity Risk	Managed through a Board-approved Asset Liability Management (ALM) framework, diversified funding sources, maintenance of liquidity buffers, maturity profiling of assets and liabilities, periodic stress testing, contingency funding plans and continuous monitoring of liquidity gaps through the Asset Liability Management Committee (ALCO).
Concentration Risk	Mitigated by prescribing exposure limits for individual borrowers, borrower groups, industries, geographies and asset classes. Portfolio diversification, periodic monitoring of sectoral exposures and enhanced oversight over sensitive sectors help ensure adherence to the Company's approved risk appetite.
Operational & Fraud Risk	Mitigated through standard operating procedures, maker-checker controls, segregation of duties, automated workflow controls, internal audits, fraud monitoring, employee awareness programmes, vendor governance, outsourcing controls and Business Continuity & Disaster Recovery (BCP/DR) arrangements.
Information Technology & Cyber Security Risk	Addressed through a comprehensive information security framework comprising access management, multi-factor authentication, network and endpoint security, data encryption, vulnerability assessments, penetration testing, security monitoring, periodic IT audits and cyber security awareness programmes.
Foreign Exchange & Derivative Risk	Managed through approved exposure limits, hedging of underlying foreign currency exposures, independent valuation, authorization controls, segregation of dealing and settlement functions, and compliance with applicable regulatory requirements. Derivative transactions are undertaken solely for risk management and hedging purposes.
Interest Rate Risk	Managed through a risk-based pricing framework that considers the cost of funds, liquidity costs, operating expenses, customer credit profile, collateral quality, tenure and prevailing market conditions. Interest rates and funding costs are periodically reviewed to maintain an appropriate balance between profitability and competitiveness.
Compliance & Regulatory Risk	Mitigated through a strong compliance framework comprising regulatory monitoring, policy reviews, compliance testing, periodic reporting, internal audits and timely implementation of regulatory changes issued by the RBI and other applicable authorities.

Company Overview

Choice Finserv Private Limited ("CFPL" or "the Company"), a subsidiary of Choice International Limited, is a Non-Banking Financial Company (NBFC) registered with the Reserve Bank of India. During FY 2025-26, the Company was reclassified from an **NBFC–Base Layer** to an **NBFC–Middle Layer** under the Reserve Bank of India's Scale Based Regulatory Framework, reflecting its sustained growth, expanding asset base and increasing significance within the financial ecosystem.

The Company is engaged in providing diversified lending solutions to individuals, businesses and financial institutions with a focus on responsible lending, prudent risk management and technology-enabled operations. Its product portfolio comprises **MSME Loans, Loan Against Property (LAP), Solar Finance, Funding to NBFCs, Loan Against Shares (LAS)** and **Builder Funding**, enabling the Company to cater to a broad spectrum of financing requirements across retail, commercial and institutional segments. The Company's lending strategy is centred on serving creditworthy borrowers through customised financial solutions supported by robust credit appraisal and disciplined underwriting practices.

FY 2025-26 marked a significant milestone in the Company's transformation journey with the successful implementation of a technology-driven lending ecosystem. The Company digitised the entire loan lifecycle through end-to-end digital onboarding, automated documentation, e-signature and e-NACH integration, enhanced credit decisioning tools, automated workflow management and WhatsApp-based customer communication. In addition, several new lending products—including NBFC Funding, Builder Funding, Solar Finance, Equipment Finance, Secured Partnership Loans and Co-Lending Loans—were successfully launched with fully integrated digital workflows, strengthening the Company's operational scalability and customer experience.

The Company's strong business performance during the year was reflected in its financial and operational achievements. Total income increased by **41.31%** to **INR 16,426.17 Lakhs**, while profit after tax grew by **118.72%** to **INR 1,184.99 Lakhs**. Total assets increased by 16.47% to INR 1,07,079.34 Lakhs, supported by continued expansion of the lending portfolio. The Company also reported healthy growth in its Assets Under Management (AUM), with a strategic emphasis on collateral-backed MSME financing, reinforcing its commitment to sustainable and quality asset growth.

During the year, the Company's credit profile received a significant boost with **Acuité Ratings & Research Limited** assigning an **A-/Stable** rating to its Bank Loan Facilities and Non-Convertible Debentures, while **India Ratings & Research** upgraded the Company's rating from IND BBB/Stable to **IND A-/Stable**. These upgrades reflect the Company's strengthened financial position, improved asset quality, robust governance standards and consistent operational performance, further enhancing stakeholder confidence.

The Company continues to strengthen its governance framework through a dedicated Risk Management Committee, robust internal controls and an integrated Compliance Management System to ensure adherence to evolving regulatory requirements and industry best practices. Looking ahead, the Company remains committed to sustainable growth through digital innovation, prudent capital allocation and responsible lending, while expanding its presence in MSME financing and green finance to support India's inclusive and sustainable economic development.

Key Products

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Financial performance with respect to operational performance.

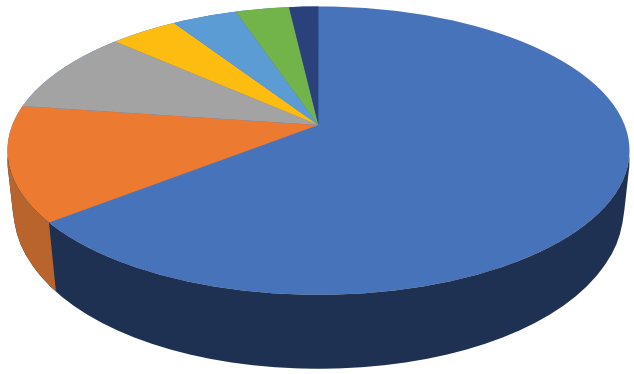
(INR in Lakhs, unless otherwise stated)

Particulars	FY 2025-2026	FY 2024-25
Total Income (Including Exceptional Items)	16,426.17	11,624.42
Profit After Tax	1,184.99	559.87
Assets Under Management	80,001.54	78,963.87
Securitisation/Direct Assignment	653.95	1,710.13
Net Worth	46,786.76	35,535.20
Earnings per share of (Rs. 10 each)		
Basic	1.17	0.70
Diluted	1.16	0.69
Capital Adequacy Ratio	45.83%	36.90%
Debt to Equity (in times)	1.24	1.37
Gross NPA (Stage 3) Ratio	2.82%	2.63%
Net NPA (Stage 3) Ratio	1.94%	1.84%
Net Interest Margin	11.22%	9.96%
Provision Coverage Ratio (%)	32.04%	30.52%

Segment–wise or product-wise performance

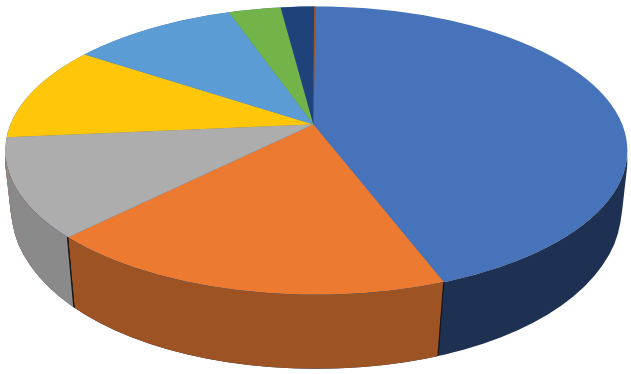
Below is the product wise and region-wise analysis as per AUM as on March 31, 2026:

Portfolio Mix by Product



MSME Partnership Vehicle Solar
Builder Funding Loan Against Shares NBFC Funding

Portfolio Mix by Region



Rajasthan Maharashtra Madhya Pradesh Gujarat
Delhi Uttar Pradesh Haryana Kerala

Product	(Amt. in INR lakhs)
MSME	34,670.86
Partnership	6,911.41
Vehicle	5,118.11
Solar	2,274.61
Builder Funding	2,176.17
Loan Against Shares	1,780.00
NBFC Funding	1,011.77
Grand Total	**53,942.93**

State	(Amt. in INR lakhs)
Rajasthan	23,906.63
Maharashtra	9,726.18
Madhya Pradesh	6,035.84
Gujarat	5,787.98
Delhi	5,573.61
Uttar Pradesh	1,743.02
Haryana	1,149.53
Kerala	20.13
Grand Total	**53,942.93**

Apart from Financial Performance, our Achievements in Previous Year:

1. **Digital Journey:** During the Financial Year 2025–26, Choice Finserv Private Limited made significant strides in building a technology-first lending ecosystem, transforming its operations through end-to-end digital processes across the entire loan lifecycle.

   a. **Digital Onboarding & Documentation:** The Company replaced paper-based borrower onboarding with a fully digital platform, incorporating OTP-based KYC, multi-document e-signing, and automated NACH setup — reducing manual intervention and accelerating loan execution.

   b. **Automated Document Management:** A fully automated document generation and deliverables management system was operationalised, ensuring real-time, accurate, and audit-ready documentation across all loan stages — from sanction through disbursement.

   c. **Customer Communication:** WhatsApp Utility Services were launched as a structured, compliant communication channel, enabling timely borrower engagement across key loan milestones and reducing dependency on traditional channels.

   d. **Credit & Risk Decisioning:** Key underwriting capabilities deployed during the year include: basic Go/No-Go Decisioning Engine, TAT Breach Monitor, Crime Check Integration, and Aadhaar XML KYC — collectively strengthening credit assessment quality, regulatory compliance, and operational oversight.

   e. **Process & Workflow Enhancements:** The enhanced NDC Checklist, Basic PDD & OTC Module, and upgraded Sales Negotiation Workflow were successfully implemented, improving documentation governance, pre-disbursement controls, and sales process transparency.

   f. **New Product Rollouts:** Multiple new lending products (NBFC Funding, Builder Funding, Solar Finance, Equipment Finance, Secured Partnership Loans, Co Lending Loans) were on boarded with complete end-to-end system journeys — from digital application and underwriting to disbursement — enabling rapid product scalability without proportionate operational overhead.

2. **Improvement in Credit Rating:** Acuité Ratings & Research Limited has rated for its Bank Loan Facilities and Non-Convertible Debentures (NCDs) Acuite A- / Stable/ assigned, effective May 31, 2025. Further, India Ratings & Research has upgraded the credit rating of Choice Finserv Private Limited for its Bank Loan Facilities and Non-Convertible Debentures (NCDs) from IND BBB/Stable to IND A-/Stable, effective October 03, 2025. This upgrade reflects the Company's strengthened financial position, improved asset quality, and sustained operational performance over the review period.

   The enhanced rating is a testament to the Company's consistent efforts in maintaining robust credit discipline, diversifying its resource base, and delivering steady growth in its lending portfolio. It further reinforces the trust and confidence of our investors, lenders, and other stakeholders in the Company's long-term business strategy and financial resilience.

   The Board of Directors takes pride in this recognition and remains committed to upholding the highest standards of financial management and governance as the Company continues to grow and create value for all its stakeholders.

3. **External Commercial Borrowings:** The Company explored opportunities for raising funds through External Commercial Borrowings ("ECB") to diversify its funding sources and support future business growth. The proposed ECB funding is expected to strengthen the Company's liquidity position, improve access to long-term funds, and support expansion of its lending portfolio, subject to applicable regulatory approvals and compliance with the guidelines issued by the Reserve Bank of India.

Risk Management

We have a dedicated Risk Management Committee consisting of Independent and Executive Directors. A periodic review of the risk management policy, tolerance limits, risk management practices and implementing and monitoring the risk management practices is undertaken. Our adept risk management practices help us efficiently manage various business-related risks, enabling us to pursue growth with stability.

Internal Control and Systems:

Our Company has embraced a compliance management system (CMS) as an integrated system used to monitor and streamline compliance processes of regulatory requirements, internal policies and industry standards. Through this robust CMS, our Company not only mitigates risks associated with non-compliance but also fosters a culture of continuous regulatory adherence. This proactive approach not only safeguards our operations but also strengthens trust with stakeholders by demonstrating our commitment to regulatory excellence.

Human Resources – Key Achievements and Outlook (FY 2025-26)

During FY 2025-26, the Human Resources function continued to play a strategic role in supporting the Company's growth objectives through talent acquisition, employee engagement, performance management, learning & development, and process digitization initiatives.

Key Achievements during FY 2025-26

- Strengthened the talent acquisition framework to support business expansion across multiple locations and business verticals, ensuring timely hiring of quality talent.
- Enhanced the employee onboarding experience through structured induction programs, digital onboarding processes, and standardized joining kits.
- Continued leveraging HR technology platforms to improve operational efficiency, employee self-service adoption, recruitment workflows, attendance management, and performance tracking.
- Focused on employee engagement through various initiatives, including recognition programs, wellness activities, festive celebrations, leadership connect sessions, and employee feedback mechanisms.
- Conducted learning and development interventions aimed at improving functional, behavioral, and leadership competencies across the organization.
- Implemented process improvements and automation initiatives to streamline HR operations, improve employee experience, and enhance data accuracy and reporting capabilities.
- Continued focus on employee welfare and benefits by reviewing existing policies and introducing initiatives aimed at improving employee satisfaction and retention.
- Supported compliance management and governance requirements through timely policy reviews, statutory adherence, and process standardization.

Business and Operational Highlights

- Improved recruitment efficiency through enhanced sourcing channels, technology-driven recruitment tools, and process optimization.
- Strengthened HR analytics and reporting capabilities to enable data-driven decision-making by management.
- Continued focus on building a performance-oriented and employee-centric work culture.

Outlook and Plans for FY 2026-27

The Human Resources team will continue to focus on attracting, developing, and retaining high-quality talent while strengthening organizational capabilities. Key priorities for FY 2026-27 include:

- Enhancing employer branding and talent acquisition strategies.
- Expanding learning and development initiatives with a focus on future-ready skills and leadership development.
- Increasing automation and digitization across HR processes to improve efficiency and employee experience.
- Strengthening employee engagement, wellness, and retention programs.
- Further improving performance management frameworks.
- Supporting business growth through agile workforce management and capability-building initiatives.

The Company remains committed to fostering a high-performance culture, promoting employee well-being, and creating an inclusive work environment that enables sustainable business growth.

Way Forward:

1. **Green Finance -** Choice Finserv Private Limited is committed to supporting environmentally friendly projects such as solar energy, clean transportation, and energy-efficient infrastructure. The Company aims to increase its Green Finance loan portfolio to ₹1,000 crores by 2030. Through this initiative, the Company seeks to contribute towards sustainable development while supporting a cleaner and greener future.

2. **MSME Finance** - Choice Finserv Private Limited is committed to supporting small and medium businesses across India by providing easy and timely financial assistance to help them grow and expand their operations. The Company has set a target to increase its MSME Finance loan portfolio to ₹2,500 crores by 2030, recognising the important role MSMEs play in India's economic growth. Through simple loan processes, digital onboarding, and customised financial solutions, the Company aims to become a trusted lending partner for MSMEs across the country.

CAUTIONARY STATEMENT

Statements in the Management Discussion and Analysis describing the Company's objectives, projections, expectations, estimates or outlook may constitute forward-looking statements within the meaning of applicable laws and regulations. These statements are based on current assumptions and expectations and are subject to various risks and uncertainties, including changes in economic conditions, regulatory policies, interest rates, market dynamics, competitive environment and other factors beyond the Company's control, which may cause actual results to differ materially from those expressed or implied.

The Company undertakes no obligation to update or revise any forward-looking statements, except as required under applicable laws.

INDEPENDENT

Auditor's Report

TO THE MEMBERS OF CHOICE FINSERV PRIVATE LIMITED
REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

1. OPINION

We have audited the accompanying Financial Statements of CHOICE FINSERV PRIVATE LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2026, and the Statement of Profit and Loss (including the Statement of Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and Notes to the Financial Statements, including a summary of Significant Accounting Policies and Other Explanatory Information [hereinafter referred to as "the Financial Statements"].

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, and the profit, the total comprehensive income, changes in equity and its cash flows for the year ended on that date.

2. BASIS FOR OPINION

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

3. KEY AUDIT MATTERS

Key audit matters ("KAM") 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 the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matters	Auditors' Response
i.	**Provision for Expected Credit Losses (ECL) on Loans:** The Company follows a Board approved methodology wherein assessment for allowance is carried out by an external agency for impairment based on certain guidelines and procedures in respect of criterion/framework classifying the assets into various stages depending upon credit risk and level of evidence of impairment. Impairment loss measurement requires use of statistical models to estimate the Probabilities of Default (PD), Loss Given Default (LGD) and Exposure at Default (EAD). These models are key driver to measure Impairment loss. The key indicators underlying for assessment of impairment allowance are periodically appraised by the management. The most significant areas where we identified greater levels of management judgement are: Significant Increase in Credit Risk (SICR) – Company has classified SICR based on the indicator defined in Ind AS, estimate the Probabilities of Default (PD), Loss Given Default (LGD) and Individually assessed Stage 3 carrying value. The carrying value of loans and advances to borrowers may be materially misstated if individual impairments are not appropriately estimated based upon certain estimates, future cash flow and asset valuations. The effect of these matters is that, as part of our risk assessment, we determined that the value of ECL has a high degree of estimation & uncertainty. In view of the significance of the amount of loan assets out of total assets in the Standalone Financial Statements, impairment of loan assets has been considered as Key Audit Matter in our audit. [Refer Note No. 5 and 29 to the Financial Statements read with Material Accounting Policy No. 2 (C)]	Our audit procedures in respect of this matter included the following, but were not limited to the following: • The Company has availed services of an independent expert for assessment of ECL, whose report has been provided to us. We verified the criterion/ framework with applicable regulatory requirement along with Company's internal guidelines and procedures in respect of the impairment allowance. • Verified loan assets by applying the standard audit procedures with respect to the credit appraisal, sanctioning, documentation, review and monitoring process of the Company. Also, loan balances were verified basis external confirmation from the borrowers and assessed quality of the borrower based on recovery and other criteria as per the credit policy of the Company. • We have reviewed the underlying assumptions and broad methodology of ECL assessment. • Components and calculations in the study for impairment allowance carried out by the independent expert have been test checked, discussed with the management and relied upon by us. We considered the credit impairment charge and provision recognized in the books of account and assessed that the related disclosures are given in the financial statements.

ii.	**Information Technology ('IT') Systems and Controls:** The IT environment of the Company is complex and involves a large number of independent and interdependent modules used in the operations of the Company for processing and recording a large volume of transactions. As a result, there is a high degree of reliance and dependency on such IT systems for the financial reporting process of the Company. In particular, the IT system is used for recording all disbursements and collections, identification and tagging of pledged loans to customers and calculating interest income and overdue days. The Company's accounting and financial reporting processes are dependent on automated controls enabled by IT systems which impacts key financial accounting and reporting items such as loans, interest income, impairment on loans amongst others. The reliability and security of IT systems play a key role in the business operation. The controls implemented by the Company in its IT environment determine the integrity, accuracy, completeness and validity of data that is processed by the applications and is ultimately used for financial reporting. Accordingly, we have identified 'IT systems and controls' as key audit matter because of the high-level automation, significant number of modules being used by the management and the complexity of the IT architecture and its impact on the financial reporting system.	Our audit procedures with respect to this matter included the following, but were not limited to the following: • Involved IT specialists as part of the audit for the purpose of testing the IT general controls and application controls to determine the accuracy of the information produced by the Company's IT systems; • Obtained a comprehensive understanding of IT Environment, IT Applications and related infrastructure to assess the controls with reference to preparation of financial statements. • Tested design and operating effectiveness of key controls operating over user access management, change management and other IT operations (which includes testing of key controls pertaining to, backup and incident management and data centre security), System interface controls. This included testing that requests for access to systems were appropriately logged, reviewed, and authorized; • Testing the controls laid down by the management over modification of transactions recognised in the accounting modules or insertion or deletion of transactions in the accounting module. Further tested the controls with respect to insertion or modification of interest rate masters and customer transaction history. • Examined the process and procedures and other documentations for complying with the requirements of the RBI Master Direction on Information Technology Governance, Risk, Controls and Assurance Practices (DoS. CO.CSITEG/SEC.7/31.01.015/2023-24 dated November 7, 2023)

4. INFORMATION OTHER THAN THE FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON

The Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the Financial Statements and our auditor's report thereon. The above-referred information is expected to be made available to us after the date of this Auditor's report.

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

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate actions, if required.

5. RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENTS

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

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

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

6. AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

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

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

a. Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

b. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

d. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our

conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

e. Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

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

7. REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

I. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 and on the basis of such examination of the books and records of the Company as we considered appropriate and according to information and explanation given to us, we give in the "**Annexure A**", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

a. We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;

b. In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

c. The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;

d. In our opinion and to the best of our information and explanation given to us, the aforesaid Financial Statements comply with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended;

e. On the basis of the written representations received from the directors as on March 31, 2026 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2026 from being appointed as a director in terms of Section 164 (2) of the Act;

f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**".

g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, we report that section 197 is not applicable to Private Company. Hence, reporting as per section 197(16) is not required.

h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements. Refer Note No.56 to the financial statements.

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

iv.

a. The Management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

b. The Management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

c. Based on such audit procedures which we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause(i) and (ii) of Rule 11(e), as provided under (a) and (b) above contain any material misstatement.

v. The Company has not declared or paid any dividend during the year is in accordance with section 123 of the Companies Act, 2013. Hence, clause is not applicable.

vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2026 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with. Additionally, the audit trail has been preserved by the Company as per the statutory requirements for record retention.

For CHOKSHI & CHOKSHI LLP
Chartered Accountants
FRN. 101872W/W100045

Kiran Bhoir
Partner
M. No. 159960
UDIN.26159960JTQWVW6528

Place: Mumbai
Date: April 20, 2026

ANNEXURE A

TO THE INDEPENDENT AUDITORS' REPORT

(REFERRED TO IN PARAGRAPH 7(I) UNDER 'REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS' SECTION OF OUR REPORT TO THE MEMBERS OF CHOICE FINSERV PRIVATE LIMITED OF EVEN DATE)

To the best of our information and according to the explanation provided to us by the Company and the book of accounts and the records examined by us in the normal course of audit, we state that:

i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:

a.

A. The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.

B. The Company has maintained proper records showing full particulars of Intangible assets.

b. The Company has a program of physical verification of Property, Plant and Equipment which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment and Right-of-use Assets were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

c. Based on our examination the Company does not hold any Immovable Properties.

d. The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) and Intangible Assets during the year.

e. As informed to us, no proceedings have been initiated during the year or are pending against the Company as at March 31, 2026 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

ii.

a. The Company is in the business of rendering services, and consequently, does not hold any inventory. Therefore, the provisions of Clause 3(ii)(a) of the said Order are not applicable to the Company.

b. According to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of Rs.500 lakhs, in aggregate, at points of time during the year, from banks or financial institutions on the basis of security of current assets. In our opinion and according to the information and explanations given to us, the quarterly statements filed by the Company with such banks or financial institutions are in agreement with the books of account of the Company of the respective quarters.

iii. During the year, the Company has not provided any guarantee or security. The Company has made investments, granted loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties, if so -

a. The Company is a registered NBFC with Reserve Bank of India with principal business of giving loans hence reporting under clause 3(iii)(a) of the Order is not applicable.

b. In our opinion, the investments made, guarantees provided, if any and the terms and conditions of the grant of loans, during the year are, prima facie, not prejudicial to the Company's interest.

c. In respect of loans and advances in the nature of loans, granted by the Company as part of its business of providing loans, the schedule of repayment of principal and payment of interest has been stipulated by the Company.

Having regard to the voluminous nature of loan transactions, it is not practicable to furnish entity wise details of amount, due date for repayment or receipt and the extent of delay (as suggested in the Guidance Note on CARO 2020, issued by the Institute of Chartered Accountants of India for reporting under this clause), in respect of loans and advances which were not repaid / paid when they were due or were repaid / paid with a delay, in the normal course of lending business.

Further, except for 3,953 instances having amount outstanding of Rs.11,909.70 lakhs as at March 31, 2026 where there are delays or defaults in repayment of principal and / or interest as at the balance sheet date, the parties are repaying the principal amounts, as stipulated, and are also regular in payment of interest, as applicable.

d. In respect of loans granted by the Company, the total amount of cases which are overdue for more than ninety days as at March 31, 2026 is Rs.1,285.34 lakhs details of which are mentioned in below table. In such instances, in our opinion, reasonable steps have been taken by the Company for recovery of the overdue amount of principal and interest.

(Rs. in lakhs)

No. of borrowers	Principal amount overdue (Rs. in lakhs)	Interest overdue (Rs. in lakhs)	Total overdue (Rs. in lakhs)
1,376	936.51	348.83	1,285.34

e. The requirement to report on clause 3(iii)(e) of the Order is not applicable to the Company, since the Company's principal business is to give loans.

f. To the best of our knowledge and according to information and explanation given to us, the Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.

iv. In our opinion and according to the information and explanations given to us, the Company has not advanced loans to directors / to a Company in which the Director is interested to which provisions of section 185 of the Companies Act, 2013 apply and hence not commented upon.

Further in our opinion and according to information and explanation given to us, the Company being a Non-Banking Financial Company (NBFC), the Company is exempt from section 186 of the Companies Act, 2013 and relevant rules in respect of loans & guarantees. In respect of investments the Company has complied with the provisions of section 186(1) of the Companies Act, 2013.

v. According to information and explanations given to us, the Company has not accepted any deposit from public to which directives issued by Reserve Bank of India and the provisions of Section 73 to 76 or any other relevant provisions of Companies Act, 2013 and rules made thereunder are applicable.

vi. The Central Government has not prescribed the maintenance of cost records under Sub-section (1) of Section 148 of the Companies Act 2013, for any of the services rendered by the Company. Accordingly, clause 3(vi) of the Companies (Auditor's Report) Order 2020 is not applicable to the Company.

vii. In respect of statutory dues, on the basis of information and explanations given to us and on the basis of our examination of the records of the company, we report that:

a. The Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other statutory dues as applicable to it with the appropriate authorities.

b. There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2026 for a period of more than six months from the date they became payable.

c. There are no details of statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2026 on account of disputes, except for the following -

(Rs. in lakhs)

Nature of the Statue	Nature of dues	Amount under dispute	Amount paid under protest	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	104.65	Nil	A.Y. 2021-22	Deputy Commissioner
		302.73	Nil	A.Y. 2022-23	
		629.32	Nil	A.Y. 2023-24	
Central Goods and Services Tax Act, 2017 & Maharashtra Goods and Services Tax Act, 2017	Goods and Services Tax (GST)	24.16	Nil	F.Y. 2023-24	State Tax Officer

viii. As per information and explanation given to us, there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

ix. According to information and explanations 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 lender;

b. the Company is not declared wilful defaulter by any bank or financial institution or other lender;

c. The term loans were applied for the purpose for which the loans were obtained;

d. funds raised on short term basis have not been utilised for long term purposes,

e. The Company does not have any subsidiary or associate or joint venture. Hence, reporting on clause 3(ix)(e) & (f) of the Order is not applicable.

x.

a. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.

b. According to information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or convertible debentures during the year.

xi.

a. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or any fraud on the Company has been noticed or reported during the year;

b. No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT - 4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government during the year and upto the date of this report;

c. We have been informed by the management that no whistle-blower complaints have been received by the Company during the year and upto the date of this report.

xii. According to information and explanation given to us the Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.

xiii. According to information and explanations given to us and on the basis of our examination of the records of the Company, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable and the details have been disclosed in the Financial Statements, as required by the applicable accounting standards;

xiv.

a. In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business;

b. We have considered the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.

xv. According to the information and explanations given to us, in our opinion during the year the company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable.

xvi.

a. The Company is a Non-Banking Financial Company and has obtained registration under section 45-IA of the Reserve Bank of India Act 1934. The registration number issued to the Company is No. N-13.02216 dated January 12, 2018;

b. According to the information and explanations given to us, the Company has not conducted any Non-Banking Financial activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934;

c. According to the information and explanations given to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, hence reporting under clause 3 (xvi)(c) of the order is not applicable;

d. According to information and explanations provided to us, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3 (xvi) (d) of the order is not applicable.

xvii. On the basis of our examination of the records of the Company, the Company has not incurred cash losses in the financial year and in the immediately preceding financial year.

xviii. There has been no resignation of statutory auditors of the Company during the year.

xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date

of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx.

a. the Company is not required to transfer unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act;

b. no amount remaining unspent under sub-section (5) of section 135 of the Companies Act, pursuant to any ongoing project, has been transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act;

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

For CHOKSHI & CHOKSHI LLP
Chartered Accountants
FRN. 101872W/W100045

Kiran Bhoir
Partner
M. No. 159960
UDIN. 26159960JTQWVW6528

Place: Mumbai
Date: April 20, 2026

ANNEXURE - B

TO THE INDEPENDENT AUDITORS' REPORT

(REFERRED TO IN PARA 7 (II)(f) UNDER THE HEADING 'REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS' OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF CHOICE FINSERV PRIVATE LIMITED ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026)

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 CHOICE FINSERV PRIVATE LIMITED ("The Company") as of March 31, 2026 in conjunction with our audit of the 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS 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 internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2026, 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 ICAI.

For CHOKSHI & CHOKSHI LLP
Chartered Accountants
FRN. 101872W/W100045

Kiran Bhoir
Partner
M. No. 159960
UDIN. 26159960JTQWVW6528

Place: Mumbai
Date: April 20, 2026

NON-BANKING FINANCIAL COMPANIES AUDITORS' REPORT FOR THE YEAR ENDED MARCH 31, 2026

To The Board of Directors of
Choice Finserv Private Limited,
Sunil Patodia Tower, JB Nagar,
Andheri East, Mumbai-99.

We have audited the accompanying Financial Statements of Choice Finserv Private Limited ("the Company"), which comprises the Balance Sheet as at March 31, 2026, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and Notes to the Financial Statements, including a summary of Significant Accounting Policies and Other Explanatory Information (hereinafter referred to as "the Financial Statements") and issued our Audit Report dated April 20, 2026. These Financial Statements are the responsibility of the Company's management. Our responsibility was to express an opinion on these financial statements based on our audit. Our audit was conducted in the manner specified under the section "Auditor's Responsibility for the Audit of the Financial Statements" of the said audit report. We also draw reference to the section Responsibilities of Management and Those Charged with Governance for the Financial Statements" in the Audit Report which applies to this report.

As required by the "Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2016" issued by the Reserve Bank of India (RBI), on the matters specified in Chapter - II of the said Directions to the extent applicable to the Company, based on our audit referred to the aforesaid paragraph and according to the information and explanations given to us, which to the best of our knowledge and belief were necessary for this purpose, we report that:

1. The Company is engaged in the business of Non-Banking Financial Institution, having valid certificate of registration as a Finance Company issued by the Reserve Bank of India vide No. N-13.02216 dated January 12, 2018. Further, the Company is entitled to continue to hold such registration in terms of its asset/income pattern as on March 31, 2026.

2. In our opinion and to the best of our information and according to the explanations given to us, the Company is meeting the required net owned fund requirement as laid down in the Master Direction.

3. The Company is registered as non-deposit accepting Finance Company with RBI. The Board of Directors has passed resolution in its meeting held on April 19, 2025 for non-acceptance of any public deposit in future without obtaining prior written permission of Reserve Bank of India.

4. The Company has not accepted any public deposits during the financial year ended March 31, 2026.

5. In our opinion and to the best of our information and according to the explanations given to us, the Company has complied with the income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts in the preparation of the financial statements for the year ended March 31, 2026, to the extent applicable in terms of the Master Direction.

6. As per information and explanation given to us, the capital adequacy ratio as disclosed in the return submitted to the RBI in form DNBS-03 (earlier referred to as NBS-7), has been correctly arrived at and whether such ratio is in compliance with the minimum CRAR prescribed by the Bank. The Company has furnished to the Bank the annual statement of capital funds, risk assets/exposures and risk asset ratio (DNBS-03) within the stipulated period.

   We have no responsibility to update this report for events occurring after the date of submission of signed copy of this report. Also, this report is issued solely for reference of the Company pursuant to the requirement as per the said Directions and is not to be used or distributed for any other purpose.

For CHOKSHI & CHOKSHI LLP
Chartered Accountants
FRN. 101872W/W100045

Kiran Bhoir
Partner
M. No. 159960
UDIN. 26159960JTQWVW6528

Place: Mumbai
Date: April 20, 2026

CHOICE FINSERV

Balance Sheet

(All amounts in INR lakhs, except per share data and as stated otherwise)

Particulars	Notes	For the year ended March 31, 2026	For the year ended March 31, 2025
ASSETS			
1. Financial Assets			
a. Cash & Cash Equivalents	3	9,176.87	5,885.81
b. Bank balance other than cash and cash equivalents	4	5,196.47	5,455.04
c. Loans	5	76,119.97	67,757.84
d. Investments	6	7,479.86	2,850.37
e. Other Financial Assets	7	578.09	985.04
		98,551.26	**82,934.10**
2. Non Financial Assets			
a. Current Tax Assets (Net)	8	306.88	244.33
b. Deferred Tax Assets (Net)	9	396.16	327.18
c. Property, Plant & Equipment	10	441.98	568.98
d. Right of Use Assets	11	350.55	940.54
e. Intangible assets under development	12	762.98	627.70
f. Intangible assets	12	668.27	747.98
g. Goodwill	12	5,406.31	5,406.31
h. Other Non Financial Asset	13	194.95	140.96
		8,528.08	**9,003.98**
Total Assets		**1,07,079.34**	**91,938.08**
LIABILITIES			
1. Financial Liabilities			
a. Payables			
I. Trade Payables	14		
i. Total Outstanding dues of micro enterprises, and small enterprises		26.03	2.25
ii. Total Outstanding dues of creditors other than micro enterprises and small enterprises		525.59	365.84
b. Debt Securities	15	15,694.25	3,103.33
c. Borrowings (Other than Debt Securities)	16	42,320.50	45,691.32
d. Lease Liability	17	374.39	1,020.50
e. Other Financial Liabilities	18	1,138.10	5,926.08
		60,078.86	**56,109.32**

2. Non Financial Liabilities			
a. Provisions	19	122.50	150.26
b. Other Non - Financial Liabilities	20	91.22	143.48
		213.72	**293.74**
3. Equity			
a. Equity Share Capital	21	10,275.00	9,353.54
b. Other Equity	22	36,511.76	26,181.48
		46,786.76	**35,535.02**
Total Liabilities and Equity		**1,07,079.34**	**91,938.08**

The accompanying Notes 1 to 103 form and an integral part of the Financial Statements

In terms of our report of even date.

For Chokshi & Chokshi LLP
Chartered Accountants
Firm No.101872W/W100045

Kiran Bhoir
Partner
Membership Number: 159960

Place: Mumbai
Date: April 20, 2026

For and on behalf of the Board of Directors
Choice Finserv Private Limited
CIN: U74999MH2016PTC281908

Kamal Poddar
Whole Time Director
DIN : 01518700

Manoj Singhania
Chief Financial Officer

Place: Mumbai
Date: April 20, 2026

Vijendra Singh Shekhawat
Director and CEO
DIN : 09435913

Karishma Shah
Company Secretary and
Compliance Officer
Membership No. A34441

Place: Mumbai
Date: April 20, 2026

STATEMENT OF

Profit and Loss

for the year ended March 31, 2026

(All amounts in INR lakhs, except per share data and as stated otherwise)

	Particulars	Notes	For the year ended March 31, 2026	For the year ended March 31, 2025
I	**Revenue from Operations**			
	Interest Income	23	14,371.09	10,394.28
	Fees and Commission Income	24	1,408.12	1,152.82
	Net Gain on Fair value Changes	25	130.38	58.99
	Total Revenue from operations		**15,909.59**	**11,606.09**
II	Other Income	26	516.58	18.33
III	**Total Income (I+II)**		**16,426.17**	**11,624.42**
IV	**Expenses**			
	Finance Costs	27	6,041.08	4,639.08
	Net loss on de-recognition of financial instruments under fair value through profit & loss	28	53.08	-
	Impairment on Financial Assets	29	2,123.33	11.26
	Employee Benefits Expenses	30	3,903.16	3,436.00
	Depreciation and amortization	31	385.52	428.43
	Other Expenses	32	2,357.97	1,916.72
	Total Expense		**14,864.14**	**10,431.49**
V	**Profit Before Tax (III-IV)**		**1,562.03**	**1,192.93**
VI	**Tax Expense**			
	a. Current Tax Expense		447.68	185.46
	b. Earlier Tax Expense		(1.66)	(0.30)
	C. DEFERRED TAX		(68.98)	447.90
			377.04	**633.06**
VII	**Profit for the Year (V-VI)**		**1,184.99**	**559.87**

VIII	Other Comprehensive Income		
	Items that will not be reclassified to profit or loss		
	Re-measurement gains/ (losses) on defined benefit obligations	28.43	42.44
	Income tax relating to items that will not be reclassified to profit or loss	(7.16)	(10.68)
	Other Comprehensive Income for the year, net of tax	**21.27**	**31.76**
	Total Comprehensive Income for the year (VII+VIII)	**1,206.26**	**591.63**
IX	**Earnings Per Equity Share (Face Value Rs. 10 Per Share):**		
	1. Basic (Rs.)	1.17	0.70
	2. Diluted (Rs)	1.16	0.69

The accompanying Notes 1 to 103 form and an integral part of the Financial Statements

In terms of our report of even date.

For Chokshi & Chokshi LLP
Chartered Accountants
Firm No.101872W/W100045

Kiran Bhoir
Partner
Membership Number: 159960

Place: Mumbai
Date: April 20, 2026

For and on behalf of the Board of Directors
Choice Finserv Private Limited
CIN: U74999MH2016PTC281908

Kamal Poddar
Whole Time Director
DIN : 01518700

Vijendra Singh Shekhawat
Director and CEO
DIN : 09435913

Manoj Singhania
Chief Financial Officer

Karishma Shah
Company Secretary and Compliance Officer
Membership No. A34441

Place: Mumbai
Date: April 20, 2026

Place: Mumbai
Date: April 20, 2026

STATEMENT OF

Changes In Equity

for the year ended March 31, 2026

Instruments Entirely Equity In Nature

A. Equity Share Capital (Equity shares of Rs 10 each issued, subscribed and fully paid)

(Rs. In Lakhs)

Particulars	Amount
Balance as at April 01, 2024	**7,745.09**
Shares issued during the year ended March 31, 2025	1,608.45
Restated balance as at April 01, 2025	**9,353.54**
Shares issued during the year ended March 31, 2026	921.46
Balance as at March 31, 2026	**10,275.00**

*Also Please refer Note no. 21 For Details

B. Other Equity

(Rs. In Lakhs)

Particulars	Reserve and Surplus			Other Comprehensive Income Reserve	Other Reserves			Total Other Equity
	Statutory Reserve	Securities Premium	Retained Earnings		Share Based Payment Reserve	Deemed Equity Contribution from the Holding Company	General Reserve	
Balance as at April 01, 2024*	**622.23**	**11,640.56**	**2,269.40**	**3.97**	**491.81**	**30.35**	**0.51**	**15,058.83**
Profit for the year (net of tax)	-	-	559.87	-	-	-	-	559.87
Other comprehensive income for the year (net of tax)	-	-	-	31.76	-	-	-	31.76
Total Comprehensive income for the year ended March 31, 2025	-	-	**559.87**	**31.76**	-	-	-	**591.63**
Transfer to statutory reserve	111.35	-	(111.35)	-	-		-	-
Share issue expenses	-	-	-	-	225.47	11.44	-	236.91
Securities premium on fresh issue of equity share capital		10,294.11		-	-	-	-	10,294.11
Transferred to General Reserve from share based payment reserve	-	-	-	-	(8.79)	-	8.79	-
Balance as at March 31, 2025	**733.58**	**21,934.67**	**2,717.92**	**35.73**	**708.49**	**41.79**	**9.30**	**26,181.48**
Profit for the year (net of tax)	-	-	1,184.99	-	-	-	-	**1,184.99**
Other comprehensive income for the year (net of tax)	-	-	-	21.27	-	-	-	**21.27**
Total Comprehensive income for the year ended March 31, 2026	-	-	**1,184.99**	**21.27**	-	-	-	**1,206.26**
Transfer to statutory reserve	237.00	-	(237.00)	-	-	-	-	-
Share issue expenses	-	-	-	-	88.19	5.54	-	93.73
Securities premium on fresh issue of equity share capital	-	9,030.29	-	-	-	-	-	9,030.29
Transferred to General Reserve from share based payment reserve	-	-	-	-	(23.04)	-	23.04	-
Balance as at March 31, 2026	**970.58**	**30,964.96**	**3,665.91**	**57.00**	**773.64**	**47.33**	**32.34**	**36,511.76**

***Please refer Note 59**

The accompanying Notes 1 to 103 form and an integral part of the Financial Statements
In terms of our report of even date.

For Chokshi & Chokshi LLP
Chartered Accountants
Firm No.101872W/W100045

Kiran Bhoir
Partner
Membership Number: 159960

Place: Mumbai
Date: April 20, 2026

For and on behalf of the Board of Directors
Choice Finserv Private Limited
CIN: U74999MH2016PTC281908

Kamal Poddar
Whole Time Director
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Manoj Singhania
Chief Financial Officer

Place: Mumbai
Date: April 20, 2026

Vijendra Singh Shekhawat
Director and CEO
DIN : 09435913

Karishma Shah
Company Secretary and
Compliance Officer
Membership No. A34441

Place: Mumbai
Date: April 20, 2026

STATEMENT OF Cash Flows

for the year ended March 31, 2026

(All amounts in INR lakh, unless otherwise stated)

	Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
A	**A. Cash flow from Operating Activities**		
	Net profit before tax	**1,562.03**	**1,192.93**
	Adjustments for:		
	Depreciation & amortisation expenses	385.52	428.43
	Net loss on derecognition of property, plant and equipment	7.06	-
	Loans & advances written off	753.24	566.86
	Provision for expected credit loss (ECL)	1,370.09	(555.61)
	EIS receivable on assignment transactions	79.71	(87.96)
	Provision for Gratuity	41.49	38.14
	Provision for leave encashment	(38.58)	8.89
	ESOP Expenses	93.74	236.91
	Net (gain)/ loss on sale of current investments	(130.38)	(58.99)
	Interest Expense on Lease	75.38	134.21
	Interest Income	(13,935.82)	(10,021.91)
	Finance Costs	5,831.93	4,387.66
	Cash inflow from Interest On loans	14,019.06	9,631.02
	Cash Outflow towards Finance cost	(5,861.63)	(4,286.47)
	Net loss on de-recognition of financial instruments	53.08	-
	Cash generated from/(used in) operation before working capital changes	4,305.91	1,614.11
	Adjustments for:		
	Decrease/ (Increase) in Loans & advances	(10,568.69)	(20,691.18)
	Decrease/ (Increase) in Other receivables	327.24	(652.96)
	Decrease/ (Increase) Non Financial Assets	(53.99)	(3.15)
	Increase/ (Decrease) Trade Payables	183.52	1.45
	Increase/ (Decrease) Other Current Liabilities & provisons	(4,787.98)	4,707.85
	Increase/ (Decrease) Provisions	(9.41)	55.38
	Increase/ (Decrease) Other Non Financial Liabilities	(52.26)	13.03
	Cash generated from operations	**(10,655.66)**	**(14,955.47)**
	Income tax paid(net of refund)	(508.57)	(163.10)
	Net cash flow (used in) from Operating Activities	**(11,164.23)**	**(15,118.57)**
B.	**Cash flow from Investing Activities**		
	Purchase of investments	(1,69,253.45)	(4,504.06)
	Proceeds from redemptions of investments	1,67,165.64	2,058.99
	Purchase of other Investment	(2,411.31)	(346.31)
	Purchase of Property, plant and equipments	(11.98)	(360.43)
	Proceeds from sale of property plant and equipment	1.99	-
	Purchase of intangible assets	(22.97)	(6,809.05)
	Purchase of intangible assets under developments	(135.28)	282.82
	Invesment in bank deposits	258.57	(4,747.36)
	Net cash flow from/ (used in) Investing Activities	**(4,408.79)**	**(14,425.40)**

C.	**Cash flow from Financing Activities**		
	Proceeds from issue of share capital	9,951.76	11,902.56
	Proceeds from issue of debentures	13,000.00	2,372.81
	Repayment to debenture	(409.08)	-
	Payment of lease liability	(284.40)	(305.27)
	Amount borrowed from related parties	700.00	-
	Amount borrowed repaid to related parties	(700.00)	(2,080.79)
	Proceeds from borrowings (Other than debentures)	31,208.50	22,773.40
	Repayment of Borrowings (Other than debentures)	(34,602.70)	(6,557.40)
	Net cash flow from Financing Activities	**18,864.08**	**28,105.31**
	Net increase/(decrease) in Cash and Cash Equivalents	**3,291.06**	**(1,438.66)**
	Opening Cash and Cash Equivalents	**5,885.81**	**7,324.47**
	Closing Cash and Cash Equivalents	**9,176.87**	**5,885.81**

Reconciliation of Liabilities from Financing Activities for the year ended March 31, 2026

Particulars	As at March 31, 2025	Proceeds	Non Cash Changes*	Repayment	As at March 31, 2026
Loan from Related Party	-	-	-	-	-
Loan from Other Party	45,691.32	31,208.50	116.40	34,695.71	42,320.50
Debentures	3,103.33	13,000.00	4.66	413.74	15,694.25
Total	**48,794.65**	**44,208.50**	**121.06**	**35,109.45**	**58,014.75**

Reconciliation of Liabilities from Financing Activities for the year ended March 31, 2025

Particulars	As at March 31, 2024	Proceeds	Non Cash Changes*	Repayment	As at March 31, 2025
Loan from Related Party	2,080.82	-	-	2,080.82	-
Loan from Other Party	29,374.15	22,773.40	(15.21)	6,441.02	45,691.32
Debentures	730.52	2,290.00	82.81	-	3,103.33
Total	**32,185.49**	**25,063.40**	**67.60**	**8,521.84**	**48,794.65**

***Non cash change includes amortisation of transaction cost and accrued interest.**

Notes: The Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard - 7 on Statement of Cash Flows as specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 (as ammended).

The accompanying Notes 1 to 103 form and an integral part of the Financial Statements.

In terms of our report of even date.

For Chokshi & Chokshi LLP
Chartered Accountants
Firm No.101872W/W100045

Kiran Bhoir
Partner
Membership Number: 159960

Place: Mumbai
Date: April 20, 2026

For and on behalf of the Board of Directors
Choice Finserv Private Limited
CIN: U74999MH2016PTC281908

Kamal Poddar
Whole Time Director
DIN : 01518700

Vijendra Singh Shekhawat
Director and CEO
DIN : 09435913

Manoj Singhania
Chief Financial Officer

Place: Mumbai
Date: April 20, 2026

Karishma Shah
Company Secretary and
Compliance Officer
Membership No. A34441

Place: Mumbai
Date: April 20, 2026

NOTES TO THE

Financial Statements

for the year ended March 31, 2026

COMPANY INFORMATION

Choice Finserv Private Limited (CFPL/ the Company) is incorporated in India as a Private Limited company and categorized in Middle layer as per Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Registration, Exemptions and Framework for Scale Based Regulation) Directions, 2025 registered with the Reserve Bank of India (("the RBI"") under section 45-IA of the Reserve Bank of India Act, 1934 and primarily engaged in investment, lending and allied activities. As per the Master Direction — Reserve Bank of India (Non-Banking Financial Companies – Registration, Exemptions and Framework for Scale Based Regulation) Directions, 2025 , the Company is classified under the ""Middle Layer" category under the said framework. The Company received the certificate of registration from the RBI on January 12, 2018, enabling the Company to carry on business as a Non-Banking Finance Company. The Financial Statements have been approved for issue by the Board of Directors of the Company in accordance with a resolution passed on April 20 2026.

i. Statement of compliance and basis of preparation of financial statements

These standalone financial statements have been prepared in accordance with the Indian Accounting Standards ('Ind AS') notified under Section 133 of the Companies Act. 2013 ('the Act read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time and other applicable regulatory norms / guidelines". The Balance Sheet, Statement of Profit and Loss (including other comprehensive income) and Statement of Changes in Equity are prepared and presented in the format prescribed in the Division III of Schedule III to the Companies Act, 2013 (the ´Act'). Statement of Cash Flows has been prepared and presented as per the requirements of Ind AS 7 'Statement of Cash Flows'. The Balance Sheet, The Statement of Profit and Loss (including other comprehensive income), Statement of Cash Flows, Statement of Changes in Equity and notes to the financial statements, including a summary of material accounting policies and other explanatory information are together referred as the 'financial statements' of the Company.

The company has adopted Indian Accounting Standards (referred to as ""Ind AS"") notified under the companies (Indian Accounting Standards) Rules, 2015 (as amended) with effect from April 01, 2025 and the effective date of transition was April 01, 2024. These are the Company's first Ind AS Financial Statement.

Accordingly, the Financial Statement have been prepared in accordance with the recognition and measurement principles of Ind As (Indian Accounting Standards) Rules, 2015 (as amended), applicable provisions of the Companies Act, 2013 and other applicable regulatory norms / guidelines. The transition to Ind AS has been carried out from the erstwhile Accounting Standards notified under the Act read with relevant rules thereunder and directions issued by the RBI (collectively referred to as " previous GAPP"). The Company followed the provision of IndAS 101-'First Time adoption of Indian Accounting Standards' in preparing its opening IndAS Balance Sheet as of the date of transition and adjustment were made to restate the opening balance as per IndAs. The impact of transition has been accounted for in the opening reserves as at April 01 2024. Figures for the corresponding period prepared under previous GAPP have been duly restated to IND AS . Please refer Note no. 59 for mandatory exemption and exception availed by company under IND AS 101.

Note-1 Use of Estimates and management judgements

The preparation of financial statements to be in conformity with the Ind AS 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 reported period and the related disclosures. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Actual results could differ from these estimates. The estimates and the underlying assumptions are reviewed on an ongoing basis.

Significant management judgement, Assumptions and Key Source of estimation Uncertainty:

i. Determination of estimated useful lives of property, plant and equipment and intangible assets

Useful lives of property, plant and equipment and intangible assets are based on the life prescribed in Part C of Schedule II of the 'Act'.

ii. Measurement of defined benefit obligations

The obligation arising from defined benefit plan is determined on the basis of actuarial valuation. Key actuarial assumptions which form the basis of above valuation includes discount rate, trends in salary escalation, demographics and life expectancy. Please refer note no. 35.

iii. Recognition of deferred tax

Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases, depreciation carry-forwards and tax credits.

Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences and depreciation carry-forwards could be utilized.

iv. Recognition and measurement of provisions and contingencies.

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

v. Fair value of share-based payments

Estimating fair value for share-based payment transactions requires determination of the most appropriate valuation model, which depends on the terms and conditions of the grant.

This estimate also requires determination of the most appropriate inputs to the valuation model including the expected life of the share option or appreciation right, volatility, future salary increases and dividend yield and making assumptions about them.

For the measurement of the fair value of equity-settled transactions with employees at the grant date, the Company uses a Black-Scholes model.

vi. Fair value of financial instruments

The fair value of financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. When the fair values of financial assets and financial liabilities recorded in the Balance Sheet cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of valuation models. The inputs to these models are taken from observable markets where possible, but where this is not feasible, estimation is required in establishing fair values. Judgements and estimates include considerations of liquidity and model inputs related to items such as credit risk (both own and counterparty), funding value adjustments, correlation and volatility.

vii. Business model assessment

Classification and measurement of financial assets depends on the results of the SPPI (Solely Payments of Principal and Interest) and the business model test. The Company determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of the assets and how these are managed.

The Company monitors financial assets measured at amortised cost or fair value through other comprehensive income that are derecognised prior to their maturity to understand the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held.

viii. Effective Interest Rate (EIR) method

The Company's EIR methodology recognises interest income/expense using a rate of return that represents the best estimate of a constant rate of return over the expected behavioural life of loans given/taken and recognises the effect of potentially different interest rates at various stages and other characteristics of the financial instruments. This estimation, by nature, requires an element of judgement regarding the expected behaviour and life-cycle of the instruments, as well expected changes to India's base rate and other fee income/expense that are integral parts of the instrument.

ix. Impairment of financial assets

The Company recognizes loss allowances for Expected Credit Losses (ECL) on its financial assets measured at

amortized cost, Fair Value through Other Comprehensive Income (FVOCI) and Fair Value through Profit and Loss (FVTPL).

At each reporting date, the Company assesses whether the above financial assets are credit- impaired. A financial asset is 'credit- impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

x. Determination of lease term

Ind AS 116 Leases requires lessee to determine the lease term as the non-cancellable period of a lease adjusted with any option to extend or terminate the lease, if the use of such option is reasonably certain. The Company makes assessment of the expected lease term on lease by lease basis and thereby assesses whether it is reasonably certain that any options to extend or terminate the contract will be exercised. In evaluating the lease term, the Company considers factors such as any significant leasehold improvements undertaken over the lease term, costs relating to the termination of lease and the importance of the underlying to the Company's operations taking into account the location of the underlying asset and the availability of the suitable alternatives. The lease term in future periods is reassessed to ensure that the lease term reflects the current economic circumstances.

xi. Discount rate for lease liability and right of use assets

At the commencement date, the Company measures the lease liability at the present value of the lease payments unpaid at that date, discounted using the interest rate implicit in the lease if that rate is readily available or the Company's incremental borrowing rate.

Note 2 – Material accounting policies

This note provides a list of the material accounting policies adopted in the preparation of these financial statements. Accounting policies are consistently applied except where a newly-issued Ind AS initially adopted or a revision to an existing Ind AS requires a change in the accounting policy.

Basis of preparation and measurement

These financial statements are prepared in Indian Rupees, which is the Company's functional currency. All financial information presented in INR has been rounded to the nearest lakhs and two decimals thereof, except as stated otherwise. The Company presents its Balance sheet in order of liquidity.

These financial statements have been prepared on the historical cost basis except for certain financial assets and liabilities that are measured at fair value/amortised cost, as applicable (refer to material accounting policies), net defined(asset)/ liability, present value of defined benefit obligations at fair value, investments carried at fair value and liabilities for equity-settled share-based payment arrangements at fair value. The methods used to measure fair value are detailed further in notes to financial statements.

The financial statements are prepared and presented on accrual and going concern basis and the relevant provisions of Act and the guidelines and directives issued by the Reserve Bank of India (RBI) to the extent applicable. Any applicable guidance/ clarifications/ directions issued by RBI or other regulators are implemented as and when they are issued/ applicable.

A. Property, plant and equipment

All Items of property, plant and equipment are initially recorded at cost. The cost of property, plant and equipment comprises its purchase price net of any trade discounts and rebates, any Import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, including relevant borrowing costs for qualifying assets and any expected costs of decommissioning. Expenditure incurred after the property, plant and equipment have been put into operation such as repairs and maintenance are charged to the Statement of Profit and Loss in the year in which the costs are incurred. The cost of an item of property, plant and equipment is recognized as an asset if, & only if, it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably.

All items of property, plant and equipment having cost more than Rs 5000/- are recognized as an asset.

Capital Work in Progress and Capital Advances

Capital work-in-progress are property, plant and equipment which are not yet ready for their intended use. Advances given towards acquisition of fixed assets outstanding at each reporting date are shown as other non-financial assets.

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

Subsequent to recognition, property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses. All other repair and maintenance costs are recognized in the Statement of Profit and Loss as incurred.

Depreciation is recognised at the cost of assets less their residual values over the useful lives as prescribed in Schedule II of to the Companies Act, 2013, using the straight-line method ("SLM"), Residual value is considered nil in case of Computers, Server and network and 5% is considered in case of other assets.

Description of Asset	Useful Life
Buildings	60 Years
Computers and accessories	3 Years
Office Equipment's	5 Years
Furniture & Fixtures	10 Years
Motor Vehicles (Motor Car)	8 Years
Server & Network	6 Years
Leasehold improvements	Over the prime lease term

The cost of property, plant and equipment at April 01, 2024, the Company's date of transition to Ind AS, was determined with reference to its carrying value recognised as per the previous GAAP (deemed cost), as at the date of transition to Ind AS.

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable. The residual values, useful life and depreciation method are reviewed at each financial year-end to ensure that the amount, method and period of depreciation are consistent with previous estimates and the expected pattern of consumption of the future economic benefits embodied in the Items of property, plant and equipment.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on disposal or retirement of an item of property, plant and equipment is determined as the difference between sale proceeds and the carrying amount of the asset and is recognised in profit or loss.

B. Intangible Assets

The cost of Intangible assets at April 01, 2024, the Company's date of transition to Ind AS, was determined with reference to Its carrying value recognised as per the previous GAAP (deemed cost), as at the date of transition to Ind AS.

Intangible asset including intangible assets under development are stated at cost, net of accumulated amortisation and accumulated Impairment losses, if any. Intangible assets acquired separately are measured on initial recognition at cost. The amortization period and the amortisation method are reviewed at the end of each financial year. The useful lives of intangible assets are assessed as either finite or indefinite. Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed al least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with infinite lives is recognised in the statement of profit and loss unless such expenditure forms part of carrying value of another asset.

Useful life In case of intangible assets with finite lives is considered 10 years as maximum life.

C. Impairment of financial assets

The financial instruments covered within the scope of ECL include financial assets measured at amortised cost and FVOCI.

The expected credit loss is a product of exposure at default ('EAD'), probability of default ('PD') and loss given default ('LGD'). Accordingly, the financial assets have been segmented into three stages based on the risk profiles. The three stages reflect the general pattern of credit deterioration of a financial asset. The Company categories financial assets at the reporting date into stages based on the days past due ('DPD') status as under:

Stage 1: Low credit risk, i.e. 0 to 30 days past due
Stage 2: Significant increase in credit risk, i.e. 31 to 90 days past due
Stage 3: Impaired assets, i.e. more than 90 days past due

The key elements of the ECL calculations are as follows:

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

EAD - The Exposure at Default is the current exposure as on the reporting date.

LGD - The Loss Given Default is an estimate of the loss arising in the case where a default occurs at a given time. It is based on actual cash flows received from the financial asset, including from the realisation of any collateral. It is usually expressed as a percentage of the EAD.

The maximum year for which the credit losses are determined is the expected life of a financial instrument.

The loss allowance has been measured using lifetime ECL except for financial assets on which there has been no significant increase in credit risk since initial recognition. In such cases, loss allowance has been measured at 12 month ECL.

At each reporting date, the Company assesses whether any financial asset carried at amortised cost and FVOCI is credit-impaired. A financial asset is credit- impaired

when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred since initial recognition. Evidence that a financial asset is credit-impaired includes the observable data such as Days Past Due ('DPD') or default event.

The Company applies a three-stage approach to measure ECL on financial assets measured at amortised cost.

Stage 1: 12 month ECL:

For exposures where there has not been a significant increase in credit risk since initial recognition and that are not credit impaired upon origination, the portion of the lifetime ECL associated with the probability of default events occurring within the next 12 months is recognised. Interest income is accrued using the EIR on the gross carrying amount.

Stage 2: Lifetime ECL (significant impaired):

At each reporting date, the Company assesses whether there has been a significant increase in credit risk for financial assets since initial recognition. In determining whether credit risk has increased significantly since initial recognition, the Company uses DPD information and other qualitative factors to assess deterioration in credit quality of a financial asset.

For credit exposures where there has been a significant increase in credit risk since initial recognition but that are not credit impaired, a lifetime ECL is recognised. Interest income is accrued using the EIR on the gross carrying amount.

Stage 3: Credit impaired:

Financial assets are assessed as credit impaired when one or more events that have a detrimental impact on the estimated future cash flows of the asset have occurred. For financial assets that have become credit impaired, a lifetime ECL is recognised and interest revenue is calculated by applying the EIR to the amortized cost (net of loss allowance).

If, in a subsequent period, credit quality improves and reverses any previously assessed significant increase in credit risk since origination, then the ECL reverse from lifetime ECL (credit impaired) to lifetime ECL (significant impaired)/12-months ECL.

Method used to compute lifetime ECL:

The Company calculates ECLs based on a probability-weighted scenarios to measure the expected cash shortfalls. A cash shortfall is the difference between the cash flows that are due to the Company in accordance with the contract and the value of cash flows that the entity expects to receive. The Company applies statistical techniques to estimate lifetime ECL.

D. Impairment of non-financial assets

The carrying values of assets/cash generating units at each balance sheet date are reviewed for impairment if any indication of impairment exists. If the carrying amount of the assets exceeds the estimated recoverable amount, an impairment is recognised for such excess amount in the Statement of Profit and Loss.

The recoverable amount is the greater of the fair value less costs of disposal and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on pre-tax discount rate.

When there is indication that an impairment loss recognised for an asset (other than a revalued asset) in earlier accounting periods which no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, to the extent the amount was previously charged to the statement of profit and loss.

E. Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets and financial liabilities are recognised in the Company's balance sheet when the Company becomes a party to the contractual provisions of the instrument.

Recognised financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at FVTPL) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at FVTPL are recognised immediately in profit or loss.

Classification and Measurement of Financial Asset

All regular way purchase or sale of financial assets are recognised and derecognised on a trade date basis.

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

After initial recognition, financial assets are subsequently measured at either amortized cost or fair value based on the business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.

Business model assessment

The Company assesses the objective of a business model in which an asset is held such that it best reflects the way the business is managed and is consistent with information provided to management. The information considered includes:

- The objectives for the portfolio, in particular, management's strategy of focusing on earning contractual interest revenue, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of the liabilities that are funding those assets or realising cash flows through the sale of the assets;

- The frequency, volume and timing of sales in prior periods, the reasons for such sales and its expectations about future sales activity. However, information about sales activity is not considered in isolation, but as part of an overall assessment of how the Company's stated objective for managing the financial assets is achieved and how cash flows are realised;

- The risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way those risks are managed.

Assessment whether contractual cash flows is solely payments of principal and interest

For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs, as well as profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Company considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition.

Subsequent measurement

i. Financial assets at amortised cost

A financial asset is measured at amortised cost if it meets both of the following conditions:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset represent contractual cash flows that are solely payments of principal and interest (SPPI)on the principal amount outstanding.

The effective interest rate method is a method of calculating the amortised cost of financial asset and of allocating interest income over the expected life. The company while applying EIR method, generally amortises any fee, transaction costs and other premiums or discount that are integral part of the effective interest rate of a financial instrument. Income is recognised in the Statement of Profit and Loss on an effective interest rate basis for financial assets other than those classified as at FVTPL. EIR is determined at the initial recognition of the financial asset. EIR is subsequently updated at every reset, in accordance with the terms of the respective contract.

ii. Fair value through other comprehensive income (FVTOCI)

- Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that meets the solely payments of principal and interest (SPPI), are subsequently measured at fair value through other comprehensive income.
- Fair value movements are recognized in the other comprehensive income (OCI). OCI is accumulated in Reserves.

iii. Fair value through profit and loss (FVTPL)

This is a residual category for classification. Financial asset which does not meet the criteria for classification as at amortised cost or FVOCI, is classified as FVTPL. Financial assets at FVTPL are measured at fair value, and changes in fair value therein are recognised in the Statement of Profit and Loss.

Reclassification of Financial Assets

The Company monitors financial assets measured at amortised cost or fair value through other comprehensive income that are derecognised prior to their maturity to understand the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Monitoring is part of the Company's continuous assessment of whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets.

The Company reassess its business models each reporting period to determine whether the business models have changed since the preceding period. For the current and prior reporting period the Company has not identified a change in its business models.

F. Financial liabilities

Initial recognition and measurement

Financial liabilities are classified and measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for trading or it is designated as on initial recognition. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense are recognised in Statement of profit and loss. Any gain or loss on derecognition is also recognised in Statement of profit and loss.

Loans and borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the Statement of Profit and Loss.

Reclassification of Financial Liabilities

Financial liabilities are never reclassified.

G. Derecognition of financial assets and financial liabilities

Financial Assets

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset but has transferred control of the asset.

The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Transfer of Loan Exposure

The Company transfers loans through securitisation and direct assignment transactions. In accordance with Ind AS 109 the transferred loans are derecognised and gains/ losses are accounted for, only if the Company transfers substantially all its risks and rewards specified in the underlying assigned loan contracts.

a. Direct Assignment

Transfer of loan exposure under Direct Assignment results in immediate separation from the risks and rewards associated with such loans to the extent that the economic interest has been transferred. The transferee gets an unfettered right to transfer or otherwise dispose of such loans free of any restraining condition to the extent of economic interest transferred to them. Profit or loss on such loans is recognised in the statement of profit and loss for the period in which such loans have been transferred.

b. Securitization transactions

In accordance with Ind AS 109, in case of securitization transactions, the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

Financial Liabilities

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires. Where an existing financial liability is replaced by another from the same lender on substantially different terms or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the consideration paid is recognised in profit or loss.

H. Write-offs

Financial assets are written off when there is no realistic prospect of recovery. This is generally the case when the Company determines that the borrower does not have assets or sources of income that could generate sufficient cash flows to repay the amounts or fraud cases. Any subsequent recoveries are credited to impairment on financial instruments in the Statement of Profit and Loss. However, financial assets that are written-off may be subject to enforcement activities to comply with the Company's procedures for recovery of amounts due.

I. Measurement of fair values

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction

between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company has taken into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

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

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

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

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

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

If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

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

J. Offsetting financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business.

K. Revenue recognition:

i. Interest income:

Interest income from financial asset is recognised by applying the EIR to the gross carrying amount of financial assets other than credit-impaired assets.

The EIR is the rate that discounts the estimated future cash flows through the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset adjusted for transaction fees or costs that are directly attributable. The interest income is recognised on EIR method on a time proportion basis applied on the carrying amount for financial assets.

If expectations regarding the cash flows on the financial asset are revised for reasons other than credit risk, the adjustment is recorded as a positive or negative adjustment to the carrying amount of the asset in the Balance Sheet with an increase or reduction in interest income. The adjustment is subsequently amortised through Interest income in the Statement of Profit and Loss.

Interest income on credit impaired assets is recognised by applying the EIR to the amortised cost (i.e. carrying value net of loss allowance) of the financial assets.

Delayed payment interest levied on customers for delay in repayments/non-payment of contractual cash flows is recognised on realisation.

ii. Fees and commission income

Revenue towards satisfaction of a performance obligation (other than for those items to which Ind AS 109 Financial Instruments are applicable) is measured at amount of transaction price (net of variable consideration) allocated to that performance obligation. Ind AS 115 Revenue from contracts with customers outlines a single comprehensive model of accounting for revenue arising from contracts with customers.

Income from other financial charges including cheque bouncing charges, foreclosure charges are collected from loan customers for early payment/closure of loan and are recognised on realisation.

iii. Other income:

The Company recognizes revenue from contracts with customers (other than financial assets to which Ind AS 109 'Financial Instruments' is applicable) based on a comprehensive assessment model as set out in Ind AS 115 'Revenue from contracts with customers. The Company identifies contract(s) with a customer and its performance obligations under the contract, determines the transaction price and its allocation to the performance obligations in the contract and recognizes revenue only on satisfactory completion of performance obligations. Revenue is measured at fair value of the consideration received or receivable.

iv. Net gain on fair value changes

The Company classifies certain financial assets for

subsequent measurement at fair value through profit or loss (FVTPL) or fair value through other comprehensive income (FVOCI). The Company recognises unrealised gains on fair value change of financial assets measured at FVTPL and realised gains on de-recognition of financial asset measured at FVTPL and FVOCI on net basis in the Statement of Profit and Loss (including other comprehensive income).

Net gain/(loss) on de-recognition of financial instruments under amortised cost category.

v. Income from Direct Assignment:

Gains arising out of direct assignments comprise of the difference between the interest on the loan portfolio and the applicable rate at which the direct assignment is entered into with the assignee, also known as the right of the excess interest spread (EIS). The future EIS basis the scheduled behavioural cash flows on execution of the transactions, discounted at the applicable rate entered with the assignee is recorded upfront in the statement of profit and loss.

L. Taxes

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 and tax laws prevailing in the respective tax jurisdictions where the Company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

Deferred income taxes reflect the impact of temporary timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date. Deferred income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

Deferred tax liabilities are recognized for all taxable temporary timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

At each reporting date, the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying amount of deferred tax assets are reviewed at each reporting date. The Company writes down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain, as the case may be, that sufficient future taxable income will be available.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.

M. Earning per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

N. Leases

The Company assesses whether a contract contains a lease, at the inception of the contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether (i) the contract involves the use of identified asset; (ii) the Company has substantially all of the economic benefits from the use of the asset through the period of lease and (iii) the Company has right to direct the use of the asset.

O. Company as a lessee

At lease commencement date, the Company recognises a right-of-use asset and a lease liability on the balance sheet. The right-of-use asset is measured at cost, which is made up of the initial measurement of the lease liability, any initial direct costs incurred by the Company, an estimate of any costs to dismantle and remove the asset at the end of the lease, and any lease payments made in advance of the lease commencement date (net of any incentives received).

The Company depreciates the right-of-use assets on a straight-line basis from the lease commencement date

to the earlier of the end of the useful life of the right-of use asset or the end of the lease term. The Company also assesses the right-of-use asset for impairment when such indicators exist. At the commencement date, the Company measures the lease liability at the present value of the lease payments unpaid at that date, discounted using the interest rate implicit in the lease if that rate is readily available or the Company's incremental borrowing rate.

Subsequent to initial measurement, the liability will be reduced for payments made and increased for interest. It is remeasured to reflect any reassessment or modification, or if there are changes in in-substance fixed payments. When the lease liability is remeasured, the corresponding adjustment is reflected in the right of-use asset, or profit and loss if the right-of-use asset is already reduced to zero.

P. Short term lease

The Company has elected not to recognise right of use asset and lease liabilities for short term leases of property that has lease term of less than 12 months or where the lease monthly payment is less than or equal to 10,000/. The Company recognises lease payment associated with these leases as an expense on a straight-line basis over lease term.

Right of use assets has been presented under Property, plant and equipment while lease liability is presented under Other Financial Liabilities in the Balance Sheet. Lease payments made by the Company are classified as financing cash flows.

Q. Provisions, Contingent liabilities and Contingent assets

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

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.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

Contingent assets are not recognised in the financial statement. Contingent assets are disclosed in the financial statements where an inflow of economic benefits is probable. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and the Company recognize such assets.

R. Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

S. Statement of cash flows

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

T. Employee Benefits

Short term employee benefits

Employee benefits falling due wholly within twelve months of rendering the service are classified as short term employee benefits and are expensed in the period in which the employee renders the related service. Liabilities recognised in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

Long Term employee benefits

Company's net obligation in respect of long-term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods. Long-term employee benefit primarily consists of Leave encashment benefits wherein employees are entitled to accumulate leave subject to certain limits for future encashment/availment. Long-term compensated absences are provided for on the basis of an actuarial valuation at the end of each financial year using Projected Unit Credit (PUC) Method. Actuarial gains/losses, if any, are recognised immediately in the Statement of Profit and Loss.

Post-employment benefits

a. Defined contribution Plans

Provident fund: Contributions as required under the statute, made to the Provident Fund (Defined Contribution Plan) are recognised immediately in the Statement of Profit and Loss. There is no obligation other than the monthly contribution payable to the Regional Provident Fund Commissioner.

ESIC and Labour welfare fund: The Company's contribution paid/payable during the year to Employee state insurance scheme and Labour welfare fund are recognised in the Statement of Profit and Loss.

b. Defined benefit Plans

Gratuity liability is defined benefit obligation and is provided on the basis of an actuarial valuation performed by an independent actuary based on projected unit credit method, at the end of each financial year.

Defined benefit costs are categorised as follows:

i. Service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements)

ii. Net interest expense or income

iii) Re-measurement

Re-measurements of the net defined benefit liability, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognised in OCI, net of taxes. The Company determines the net interest expense (income) on the net defined benefit liability (asset) for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to the net defined benefit liability (asset), taking into account any changes in the net defined benefit liability (asset) during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognised in Statement of Profit and Loss.

The Company's net obligation in respect of gratuity (defined benefit plan), is calculated by estimating the amount of future benefit that the employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets. The retirement benefit obligation recognised in the Balance Sheet represents the actual deficit or surplus in the company's defined benefit plans. Any surplus resulting from this calculation is recognised as an asset to the extent of present value of any economic benefits available in the form of refunds from the plans or reductions in the future contribution to the plans.

The fair value determined at the grant date of the equity-settled share based payments is expensed on a straight line basis over the vesting year, based on the Company`s estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting year, the Company revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognised in Statement of Profit and Loss such that the cumulative expenses reflects the revised estimate, with a corresponding adjustment to the Share Based Payments Reserve.

U. Share Based Payment Arrangements

Choice Finserv Private Limited grants options to eligible employees of the Company under Choice Finserv Employee Stock Option Plan 2022. The options vest over a period of five years.

The cost of equity settled transactions is determined by the fair value at the grant date. The fair value of the employee share options is based on the Black Scholes model.

The grant-date fair value of equity-settled share-based payment granted to employees is recognized as an expense, with a corresponding increase in equity, over the vesting period of the awards. The amount recognized as an expense is adjusted to reflect the number of awards for which the related service and non-market performance conditions are expected to be met, such that the amount ultimately recognized is based on the number of awards that meet the related service and non-market performance conditions at the vesting date. For share-based payment awards with market performance conditions and non-vesting conditions, the grant-date fair value of the share-based payment is measured to reflect such conditions and there is no true-up for differences between expected and actual outcomes.

Choice International Limited, the Holding Company, also grants options to eligible employees of the Company under Choice Employee Stock Option Scheme 2022. The options vest over a period of four years. The fair value determined on the grant date is expensed on a straight line basis over the vesting period with a corresponding increase in the equity as a contribution from the holding company.

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

V. Collateral

To mitigate its credit risks on financial assets, the Company seeks to use collateral, where possible.

The collateral comes in various forms, such as securities, letter of credit/guarantees, receivables, inventories, other non-financial assets and credit enhancements such as netting arrangements.

The Company provides fully secured, partially secured and unsecured loans to Corporates and Individuals.

W. Business combination & Goodwill

As of the acquisition date , the acquirer shall recognise, separately from goodwill, the identified assets acquired , the liabilities assumed and any non - controlling interest in the acquiree.

To qualify for recognition as part of applying through acquisition method, the identifiable assets acquired and liabilities assumed must meet the definitions of assets and liabilities in the Framework for the Preparation and Presentation of Financial Statements in accordance with Indian Accounting Standards issued by the Institute of Chartered Accountants of India at the acquisition date.

In addition, to qualify for recognition as part of applying the acquisition method, the identifiable assets acquired and liabilities assumed must be part of what the acquirer and the acquiree (or its former owners) exchanged in the business combination transaction rather than the result of separate transactions.

The acquirer's application of the recognition principle and conditions may result in recognising some assets and liabilities that the acquiree had not previously recognised as assets and liabilities in its financial statements.

For each combination, the acquirer shall measure at the acquisition date components of non- controlling interest in the acquiree that are present ownership interests and entitle their holders to a proportionate share of the entity's net assets in the event of liquidation at either:

a. fair value; or

b. The present ownership instruments' proportionate share in the recognised amounts of the acquiree's identifiable net assets.

All other components of non- controlling interests shall be measured at their acquisition- date fair values, unless other measurement basis is required by IND AS.

Note 3: Cash and Cash Equivalents

(Rs. In Lakhs)

	Particulars	As at March 31, 2026	As at March 31, 2025
	Cash on Hand	80.43	0.03
	Balances with Banks:		-
a.	In current account	9,096.44	5,885.78
b.	In deposits where original maturity is upto three months	-	-
	Total	**9,176.87**	**5,885.81**

Note 4: Bank balances other than cash and cash equivalents*

(Rs. In Lakhs)

	Particulars	As at March 31, 2026	As at March 31, 2025
	In deposits where original maturity is more than three months		
a.	Freehold deposits with banks	118.64	1,000.18
b.	Balances with banks to the extent held as margin money or security against the borrowings*	5,077.83	4,454.86
	Total	**5,196.47**	**5,455.04**

*Balances with banks held as security against borrowings amounts to Rs 4,901.82 lakhs (March 31, 2025: Rs 4290.90 lakhs) and as cash collateral for securitisation of receivables amounts to Rs 176.01 lakhs (March 31, 2024: Rs 163.97 lakhs).

Note 5: Loans

(Rs. In Lakhs)

	Particulars	As at March 31, 2026	As at March 31, 2025
A.	**Loans - amortised cost**		
	a. Term loans	55,230.56	54,970.85
	b. Others		
	- Supply Chain Finance	58.45	128.56
	- Working Capital Demand Loan	22,452.82	13,913.00
	Total- Gross (A)	**77,741.83**	**69,012.41**
	Less: Impairment loss allowance	1,621.86	1,254.57
	Total- Net (A)	**76,119.97**	**67,757.84**
B.	**Security-wise classification**		
	a. Secured by tangible assets (Vehicles, Book debts, PPE including land & building))	52,155.80	50,171.03
	b. Unsecured	25,586.03	18,841.38
	Total- Gross (B)	**77,741.83**	**69,012.41**
	Less: Impairment loss allowance	1,621.86	1,254.57
	Total- Net (A)	**76,119.97**	**67,757.84**
C.	**Loans in India**		
	a. Public sector	-	-
	b. Others	77,741.83	69,012.41
	Total- Gross (C)	**77,741.83**	**69,012.41**
	Less: Impairment loss allowance	1,621.86	1,254.57
	Total- Net (C)	**76,119.97**	**67,757.84**

5.1 The Company has assigned a pool of certain loans having outstanding amount of Rs. 653.95 lakhs (P.Y. 1,710.13 lakhs) by way of a direct assignment transaction. These loan assets have been de-recognised from the loan portfolio of the Company as the sale of loan assets is an absolute assignment and transfer on a 'no-recourse' basis. The Company continues to act as a servicer to the assignment transaction on behalf of assignee. In terms of the assignment agreement, the Company pays to assignee, on a monthly basis, the pro-rata collection amounts.

5.2 Term loans & Supply chain finance originated by the Company are hypothecated with borrowings and debts securities on the pari passu basis as security.

5.3 The Company covers/secures the credit risk associated with the loans given to customers by creating an exclusive charge/ hypothecation/ security on the assets/vehicles as mentioned/specified in the loan agreement with the customers.

5.4 During the year, the Company has not given any loan or advance to promoters, directors, key managerial personnel's and the related parties (as defined under the Act), either severally or jointly with any other person that are (a) repayable on demand, (b) without specifying any terms or period of repayment.

5.5 The Company has given impairment assessment and measurement approach in note no. 2(c) of the Summary of material accounting policies.

5.6 The Company has defined risk management assessment model in note no. 38.

5.7 All loans are in India and have been granted to individuals or entities other than public sector.

Note 6: Investments

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Outside India	-	-
In India		
At fair value through profit or loss account		
Unquoted		
Security receipt of ARC	2,757.62	346.31
Quoted		
Mutual Fund	-	2,504.06
Debt Instrument	4,722.24	-
Total	**7,479.86**	**2,850.37**

Note 7: Other Financial Assets (At amortised cost)

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Security Deposit	162.13	49.86
Other Receivables	370.02	809.53
Interest Receivable from Assignments*	45.94	125.65
Total	**513.00**	**919.21**

7.1 *In respect to Assignment deals, the Company has created an Excess Interest Spread (EIS) receivable, with corresponding credit to Statement of Profit and loss for the period, which has been computed by discounting EIS to present value.

Note 8: Current tax assets (net)

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Advance tax (net off provision for tax)*	306.88	244.33
Total	**306.88**	**244.33**

* Please refer Note no. 49

Note 9: Deferred Tax Assets(net)

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Deferred Tax Assets*	396.16	327.18
Total	**396.16**	**327.18**

* Please refer Note no. 50

Note 10: Property, Plant and Equipment

(Rs. In Lakhs)

Particulars	Computer Hardwares	Server & Network	Furniture & Fixtures	Vehicles	Office Equipments	Total
Gross Carrying Amount as at April 01, 2024	126.75	4.57	205.43	24.32	38.16	399.23
Additions	82.41	1.53	224.29	22.25	29.94	360.42
Disposals		-	-	-	-	-
Gross Carrying Amount as at March 31, 2025	209.16	6.10	429.72	46.57	68.10	759.65
Additions	3.71	-	7.10	0.00	1.16	11.98
Disposals	-	-	10.11	-	-	10.11
Gross Carrying Amount as at March 31, 2026	212.87	6.10	426.72	46.57	69.26	761.53
Accumulated Depreciation as at April 01, 2024	**56.65**	**1.24**	**22.82**	**3.57**	**10.74**	**95.02**
Depreciation charge during the year	55.37	0.90	26.43	3.92	9.03	95.65
Depreciation on deletions	-	-	-	-	-	-
Accumulated Depreciation as at March 31, 2025	**112.02**	**2.14**	**49.25**	**7.49**	**19.77**	**190.67**
Depreciation charge during the year	62.39	1.01	44.53	7.04	14.94	129.91
Depreciation on deletions	-	-	1.05	-	-	1.05
Accumulated Depreciation as at March 31, 2026	**174.42**	**3.15**	**92.72**	**14.53**	**34.71**	**319.55**
Net Carrying Amount as at March 31, 2026	**38.45**	**2.95**	**333.99**	**32.04**	**34.55**	**441.98**
Net Carrying Amount as at March 31, 2025	**97.14**	**3.96**	**380.47**	**39.08**	**48.33**	**568.98**

10.1 The Company has not carried out any revaluation of property, plant and equipment during the year ended March 31, 2026 and March 31, 2025.

10.2 The Company does not have any benami property, where any proceeding has been initiated or pending against the company for holding any benami property.

10.3 On transition to Ind AS, the Company has elected to continue with the carrying value of all Property, plant and equipment measured as per the previous GAAP and use that carrying value as the deemed cost of Property, plant and equipment.

Note 11: Right of Use of Assets

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Right of Use Assets *	350.55	940.54
Total	**350.55**	**940.54**

* Please refer Note no. 37

Note 12: Intangible Assets

(Rs. In Lakhs)

Particulars	Distribution Network	Intangible Assets	Goodwill	Intangible Asset Under Development	Total
Gross Carrying Amount as at April 01, 2024	**-**	**-**	**-**	**910.52**	**910.52**
Additions	76.00	753.74	5,406.31	470.92	6,706.97
Disposals/ Transfer	-	-	-	753.74	753.74
Gross Carrying Amount as at March 31, 2025	**76.00**	**753.74**	**5,406.31**	**627.70**	**6,863.75**
Additions / Transfer	-	22.98	-	135.28	158.26
Disposals/ Transfer	-	-	-	-	-
Gross Carrying Amount as at March 31, 2026	**76.00**	**776.72**	**5,406.31**	**762.98**	**7,022.01**
Accumulated depreciation as at April 01, 2024	**-**	**-**	**-**	**-**	**-**
Amortization during the year	-	81.76	-	-	81.76
Deletions during the year	-	-	-	-	-
Accumulated depreciation as at March 31, 2025	-	81.76	-	-	81.76
Amortization during the year	-	102.69	-	-	102.69
Deletions during the year	-		-	-	
Accumulated depreciation as at March 31, 2026	**-**	**184.45**	**-**	**-**	**184.45**
Net carrying amount as at March 31, 2026	**76.00**	**592.27**	**5,406.31**	**762.98**	**6,837.56**
Net carrying amount as at March 31, 2025	**76.00**	**671.98**	**5,406.31**	**627.70**	**6,781.99**

12.1 The Company has not carried out any revaluation of intangible assets during the year ended March 31, 2026 and March 31, 2025.

12.2 On transition to Ind AS, the Company has elected to continue with the carrying value of all other intangible assets measured as per the previous GAAP and use that carrying value as the deemed cost of other intangible assets.

Intangible assets development ageing schedule for the year ended March 31, 2026 is given below -

(Rs. In Lakhs)

Intangible assets under development	Amount in Intangible assets under development for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Software under Process	135.28	470.92	156.78	-	762.98

Intangible assets development ageing schedule for the year ended March 31, 2025 is given below -

(Rs. In Lakhs)

Intangible assets under development	Amount in Intangible assets under development for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Software under Process	470.92	156.78	-	-	627.70

Note 13: Other Non - Financial Assets

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Prepaid Expenses	26.13	30.14
Balance with revenue authorities		
- Indirect Taxes	57.43	100.32
- Direct Taxes	105.69	-
Prepaid Rentals	5.47	10.27
Advance to employees	0.23	0.23
Total	**194.95**	**140.96**

Note 14: Trade Payable

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Dues to Micro, Small and Medium Enterprises*	26.03	2.25
Other than Micro, Small and Medium Enterprises	525.59	365.84
Total	**551.62**	**368.09**

The amount due to the Micro and Small Enterprise as defined in the "The Micro, Small and Medium Enterprises Development Act, 2006" has been determined to the extent such parties have been identified on the basis of the information available with the Company, which has been relied upon by the auditors.

Note 14.1:

(Rs. In Lakhs)

	Particulars	As at March 31, 2026	As at March 31, 2025
a.	i. The principal amount remaining unpaid to supplier as at end of the accounting year	26.03	2.25
	ii. Interest due thereon remaining unpaid to supplier as at end of the accounting year	-	-
b.	The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond the appointed day during each accounting year	-	-
c.	The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
d.	The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
e.	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.		

* Based on information received by the Company from its suppliers regarding their status under the Micro, Small and Medium Enterprises (MSME) Development Act, 2006.

14.2 Trade Payable Ageing Schedule as on March 31, 2026 is as follows

(Rs. In Lakhs)

Intangible assets under development	Amount in Intangible assets under development for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
MSME (Micro, small and Medium Enterprises)	26.03	-	-	-	26.03
Others	491.09	0.70	33.80	-	525.59
Disputed Dues-MSME	-	-	-	-	-
Disputed Dues-Others	-	-	-	-	-

Trade Payable Ageing Schedule as on March 31, 2025 is as follows

(Rs. In Lakhs)

Intangible assets under development	Amount in Intangible assets under development for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
MSME (Micro, small and Medium Enterprises)	2.25	-	-	-	2.25
Others	332.04	33.80	-	-	365.84
Disputed Dues-MSME	-	-	-	-	-
Disputed Dues-Others	-	-	-	-	-

Note 15: Debt Securities (At amortised cost)

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
At amortised cost		
Secured		
Non-convertible debentures	15,694.25	3,103.33
Unsecured		
Non-convertible debentures	-	-
Total(A)	**15,694.25**	**3,103.33**
Debt securities in India	15,694.25	3,103.33
Debt securities outside India	-	-
Total(B)	**15,694.25**	**3,103.33**

Note 15.1: Detail of Redeemable Non-Convertible Debentures (redeemable at par)

(Rs. In Lakhs)

ISIN no.	Date of allotment	Date of Maturity	Total no. of debentures	Rate of Interest	Face Value (In Rs)	As at March 31, 2026*	As at March 31, 2025*
INE04SE07020	21-09-2023	20-09-2025	44.00	9.50%	1,00,000	-	44.36
INE04SE07038	21-09-2023	20-09-2025	87.00	9.99%	1,00,000	-	100.29
INE04SE07053	21-09-2023	21-09-2026	65.00	10.00%	1,00,000	68.42	65.55
INE04SE07046	21-09-2023	21-09-2026	412.00	11.08%	1,00,000	527.31	477.87
INE04SE07079	21-09-2023	20-09-2026	50.00	10.00%	1,00,000	50.15	50.32
INE04SE07152	10-03-2026	12-09-2026	30,000.00	11.00%	10,000	2,991.09	-
INE0S7207016	31-05-2024	25-09-2025	750.00	13.65%	1,00,000	775.38	1,025.66
INE04SE07087	25-06-2024	25-06-2028	180.00	11.50%	5,00,000	901.70	908.79
INE04SE07103	28-04-2025	25-11-2027	500.00	12.00%	1,00,000	501.15	-
INE04SE07137	11-08-2025	11-08-2027	3,500.00	11.00%	1,00,000	3,522.15	-
INE04SE07061	21-09-2023	21-09-2027	36.00	10.50%	1,00,000	37.99	36.85
INE04SE07145	26-12-2025	26-12-2027	35,000.00	11.00%	10,000	3,459.73	-
INE04SE07160	18-03-2026	18-03-2028	25,000.00	11.00%	10,000	2,468.47	-
INE04SE07095	25-06-2024	25-06-2027	78.00	11.00%	5,00,000	390.71	393.64

15.2 Non convertible debentures are redeemable at par.

15.3 The debentures are non convertible and redeemable debentures with coupon 9.50% to 13.65% and secured by way of hypothecation on receivables. The NCDs are having a tenure of 2 to 4 years from the date of disbursement and are repayable in monthly, Quarterly, Half yearly and lump sum instalments. Few Term loans are also secured by Fixed deposits and corporate guarantee of Choice International Limited (the holding company) and/or personal guarantee of directors.

15.4 * Interest and unamortised processing fees is included.

15.5 The company has not defaulted in the repayment of dues to its debt security holders.

15.6 The company has not breached any covenant of debt securities issued.

15.7 Periodical returns or statements of loan receivables filed by the Company with trustees are in agreement with the books of accounts.

Note 16: Borrowings Other than Debt Securities (At Amortized Cost)

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Loans taken from financial Institutions	17,963.51	28,832.53
Loans taken from related parties (Refer note no 36)	-	-
Bank Overdraft*	-	94.78
Term loans from banks	24,002.49	10,946.94
Other Loan	-	4,446.92
Securitization**	354.50	1,370.15
Total(A)	**42,320.50**	**45,691.32**
Borrowings in India	42,320.50	45,691.32
Borrowings outside India	-	-
Total(B)	**42,320.50**	**45,691.32**
Secured	42,320.50	41,244.41
Unsecured	-	4,446.92
Total(C)	**42,320.50**	**45,691.33**

16 (a). Terms of repayment of long term Borrowing outstanding as on March 31, 2026

(Rs. In Lakhs)

Particulars	0-1 year	1-3 Years	3-5 years	More than 5 years	Total
Rate of Interest 8.00% to 16.00%					
From Banks					
Rate of Interest less than 10%	5.40	2.57	-	-	7.97
Rate of Interest 10.00% to 12.00%	7,809.02	11,428.97	1,979.54	-	21,217.53
Rate of Interest 12.00% to 14.00%	940.91	1,700.96	135.12	-	2,776.99
Rate of Interest 14.00% to 16.00%	-	-	-	-	-
From financial institutions					
Rate of Interest less than 10%	-	-	-	-	
Rate of Interest 10.00% to 12.00%	2,919.72	1,180.75	-	-	4,100.47
Rate of Interest 12.00% to 14.00%	8,650.90	5,109.36	53.28	-	13,813.54
Rate of Interest 14.00% to 16.00%	404.00	-	-	-	404.00
From Others					
Rate of Interest 10.00% to 12.00%	-	-	-	-	-

16 (b). Terms of repayment of long term Borrowing outstanding as on March 31, 2025

(Rs. In Lakhs)

Particulars	0-1 year	1-3 Years	3-5 years	More than 5 years	Total
Rate of Interest 8.00% to 16.00%					
From Banks					
Rate of Interest less than 10%	4.93	7.96	-	-	12.89
Rate of Interest 10.00% to 12.00%	1,945.34	410.32	-	-	2,355.66
Rate of Interest 12.00% to 14.00%	4,011.21	3,793.89	756.32	-	8,561.42
Rate of Interest 14.00% to 16.00%	16.97	-	-	-	16.97
	-	-	-		
From financial institutions	-	-	-		
Rate of Interest less than 10%	-	-	-		
Rate of Interest 10.00% to 12.00%	4,487.81	2,509.78	24.20	-	7,021.79
Rate of Interest 12.00% to 14.00%	10,234.30	9,464.47	908.15	-	20,606.92
Rate of Interest 14.00% to 16.00%	1,713.22	860.76	-	-	2,573.98
From Others					
Rate of Interest 10.00% to 12.00%	-	-	4,446.92	-	4,446.92

16(d). Secured term loans from banks amounting to Rs 24,002.49 lakhs carry rate of interest in the range of 8.00% to 16.00% p.a. The loans are having tenure of 2 to 6 years from the date of disbursement and are repayable in both monthly & quarterly instalments. These loans are secured by hypothecation (exclusive charge) of the receivables given by the Company. Few Term loans are also secured by Fixed deposits and corporate guarantee of Choice International Limited (the holding company) and/or personal guarantee of directors.

16(e) Secured term loans from financial institutions amounting to Rs 17963.51 lakhs carry rate of interest in the range of 10.00% to 16.00% p.a. The loans are having tenure of 2 to 6 years from the date of disbursement and are repayable in both monthly & quarterly instalments. These loans are secured by hypothecation (exclusive charge) of the receivables given by the Company. Few Term loans are also secured by Fixed deposits and corporate guarantee of Choice International Limited (the holding company) and/or personal guarantee of directors.

16(f) Overdraft borrowings from bank are secured against term deposits placed by the company, are repayable on demand and carry interest rates ranging from 7.50% to 9.00%.

16(g) Few Term loans are also secured by corporate guarantee of Choice International Limited (the holding company) and/or personal guarantee of directors.

16(h) The company has not defaulted in the repayment of dues to its lenders.

16(i) Periodical returns or statements of loan receivables filed by the Company with banks or financial institutions are in agreement with the books of accounts.

16(j) *Bank overdraft facility taken from various banks are secured against lien on fixed deposits.

16(k)**Securitization transactions' represents amount received in respect of securitization transactions as these transactions do not meet the derecogniton criteria specified under IND AS. These are secured by way of hypothecation of designated loans assets receivables.

16(l) The company has not breached any covenant of loan availed.

Note 17: Lease Liability

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Lease Liability*	374.39	1,020.50
	374.39	**1,020.50**

17.1 * Please refer note 37

Note 18: Other Financial Liabilities

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Security Deposits	264.84	209.98
Pending remittance on assignments	37.15	49.45
Other Payables	836.11	5,666.65
	1,138.10	**5,926.08**

Note 19: Provisions

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Provision for Employee Benefits Expenses*	78.07	67.26
Provision for leave Encashment**	44.43	83.00
	122.50	**150.26**

* Please refer note 35

** Please refer note 35.1

Note 20: Other Non - Financial Liabilities

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Statutory Dues	91.22	143.48
Unamortised Interest Income	-	-
	91.22	**143.48**

Note 21: Equity Share Capital

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
a. Details of authorised, issued and subscribed share capital		
Authorised Capital		
*10,66,000,00 (March 31, 2025: 9,74,00,000, April 01, 2024: 8,00,00,000) Equity Shares of Rs. 10/- each	10,660.00	9,740.00
	10,660.00	**9,740.00**
Issued Capital		
**10,27,50,000 (March 31, 2025 : 9,35,35,415, April 01,2024: 7,74,50,875) Equity Shares of Rs. 10/- each	10,275.00	9,353.54
	10,275.00	**9,353.54**
Subscribed and Paid up Capital		
**10,27,50,000 (March 31, 2025 : 9,35,35,415, April 01,2024: 7,74,50,875) Equity Shares of Rs. 10/- each	10,275.00	9,353.54
	10,275.00	**9,353.54**

*During the financial year 2025-26, the company increased the authorized share capital of equity shares from 9,74,00,000 to 10,66,00,000 equity shares and during the financial year 2024-25, the company increased the authorized share capital of equity shares from 8,00,00,000 to 9,74,00,000 equity shares, each having a face value of Rs. 10.

**During the financial year 2025-26, the company issued and allotted 92,14,585 equity shares with a face value of Rs. 10 each at Rs. 108 per share to Choice International Limited and during the financial year 2024-25, the company issued and allotted 1,60,84,540 equity shares with a face value of Rs. 10 each at Rs. 74 per share to Paisabuddy Finance Private Limited & Sureworth Financial Services Private Limited under a Business Transfer agreement.

Rights, preferences and restrictions attached to each class of shares -
The Company has only one class of share capital, i.e., equity shares having face value of Rs.10/- per share. Each holder of equity share is entitled to one vote per share. The Shareholders are entitled to interim dividend if proposed by the Board of Directors. The Final dividend is subject to approval of the shareholders in the Annual General Meeting.

b. Reconciliation of number of shares outstanding at the beginning and at the end of the reporting year

Equity Shares

(Rs. In Lakhs)

	As at March 2026	
Particulars	Number of Shares	Amount
No. of shares at the beginning of the year	9,35,35,415	9,353.54
Add : shares issued during the year	92,14,585	921.46
No. of shares at the end of the year	**10,27,50,000**	**10,275.00**

(Rs. In Lakhs)

	As at March 2025	
Particulars	Number of Shares	Amount
No. of shares at the beginning of the year	7,74,50,875	7,745.09
Add : shares issued during the year	1,60,84,540	1,608.45
No. of shares at the end of the year	**9,35,35,415**	**9,353.54**

c.

(Rs. In Lakhs)

Details of equity shares held by the holding company	Number of Shares	Number of Shares
Choice International Limited & its nominee	8,46,03,085	7,53,88,500
% of Holding	82.34%	80.60%
	% Change during the year	**% Change during the year**
	12.22%	**0.00%**

d.

(Rs. In Lakhs)

Shareholders holding more than 5% of equity shares as at the end of the year	Number of Shares	Number of Shares
Choice International Limited & its nominee	8,46,03,085	7,53,88,500
% of Holding	82.34%	80.60%
Paisabuddy Finance Private Limited	1,55,40,540	1,55,40,540
% of Holding	15.12%	16.61%

e.

(Rs. In Lakhs)

Details of shareholding of promoters and promoter groups	Number of Shares	Number of Shares
Choice International Limited & its nominee	8,46,03,085	7,53,88,500
% of Holding	82.34%	80.60%

Note 22: Other Equity

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Statutory Reserve	970.58	733.58
Security Premium Reserve	30,964.96	21,934.67
Retained Earnings	3,665.91	2,717.92
Other Comprehensive Income	57.00	35.73
Share Based Payment Reserve	773.64	708.49
Deemed Equity Contribution from Parent Company	47.33	41.79
General Reserve	32.34	9.30
	36,511.76	**26,181.48**
i. Statutory reserve u/s 45-IC of RBI Act		
Opening Balance	733.58	622.23
Add: Transferred from statement of profit and loss	237.00	111.35
Closing Balance	970.58	733.58
ii. Securities Premium Reserves		
Opening Balance	21,934.67	11,640.56
Add: transferred from share based payment reserves	-	-
Add: Received on shares issued during the year	9,030.29	10,294.11
	30,964.96	**21,934.67**
iii. Surplus in Statement of Profit and Loss		
Opening Balance	2,717.92	2,269.40
Add: Profit/(loss) for the year	1,184.99	559.87
Less- Transfer to Statutory Reserve	237.00	111.35
	3,665.91	**2,717.92**
iv. Other Comprehensive Income		
Opening Balance	35.73	3.97
Addition for the year	21.27	31.76
	57.00	**35.73**

v. Share Based Payment Reserve		
Opening Balance	708.49	491.81
Addition for the year	88.19	225.47
Less- Transferred to Securities Premium Reserve	-	-
Less- Transferred to General Reserve	23.04	8.79
	773.64	**708.49**
vi. Deemed Equity Contribution from the Holding Company		
Opening Balance	41.79	30.35
Addition for the year	5.54	11.44
	47.33	**41.79**
vi. General Reserve		
Opening Balance	9.30	0.51
Addition for the year	23.04	8.79
	32.34	9.30
Total (i+ii+iii+iv+v+vi)	**36,511.76**	**26,181.48**

In the above table, balance as at the commencement of the year ended on March 31,2025, represent the balance as at April 01, 2024, which is aggregating to Rs 15,058.83 lakhs.

22.1 Nature and purpose of reserve

Statutory reserve u/s 45-IC of RBI Act

This is a statutory reserve created in accordance with section 45 IC(1) of the RBI act, 1934 which requires the Company to transfer a specified sum (not less than 20% of its profit after tax) to reserve fund based on its net profit as per the statement of profit and loss. As per Section 45 IC(2) of the RBI act, 1934, no appropriation of any sum from this reserve fund shall be made by the NBFC.

Securities Premium

Securities Premium Account is used to record the premium on issue of shares. The reserve can be utilised in accordance with provisions of the Companies Act, 2013.

Surplus in Statement of Profit and Loss

Surplus in Statement of Profit and Loss represents total of all profits retained since the Company's inception. Surplus in Statement of Profit and Loss are credited with current year profits, reduced by losses, if any, dividend payouts, transfers to General reserve or any such other appropriations to specific reserves.

Other Comprehensive Income

The Company recognises change on account of remeasurement of the net defined benefit liability / asset as part of retained earnings.

Share based payment reserve

This reserve is created by debiting the statement of profit and loss account with the fair value of share options granted to the employees by the Company. On exercise of the options so granted, the reserve will move to share capital and securities premium and unvested portion in any, will be transferred to securities premium account.

Deemed Equity Contribution from the Holding Company

This reserve is created by debiting the statement of profit and loss account with the value of share options granted to the employees by Choice International Limited ("parent company"). This reserve is in the nature of an equity contribution by the parent company in respect of options granted and not available for distribution to shareholders as dividend.

General Reserve

General reserve is a free reserve, retained from company's profit and can be utilized upon fulfilling certain conditions in accordance with the statute of the relevant act.

Note 23: Interest Income

(Rs. In Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
On Financial Assets measured at Amortised Cost		
Interest Income on loans	13,935.82	10,021.91
Net gain on derecognition of financial instruments under amortised cost category*	(79.71)	87.96
Interest on Deposits with Banks/Financial Institutions	329.29	284.41
Other Interest Income	35.76	-
On Financial assets measured at fair value through profit or loss (FVTPL)		
Interest Income on Bond	149.93	-
	14,371.09	**10,394.28**

* In respect to Assignment deals, the Company has created an Excess Interest Spread (EIS) receivable, with corresponding credit to Statement of Profit and loss for the period, which has been computed by discounting EIS to present value.

Note 24: Fees and Commission Income

(Rs. In Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Fees & other charges	1,408.12	1,152.82
	1,408.12	**1,152.82**

Note 25: Net Gain on fair Value Changes*

(Rs. In Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Net gain on financial instruments at fair value through profit or loss- Realised		
Income from Mutual Funds	138.71	54.93
Income from Debentures	17.82	-
Net gain on financial instruments at fair value through profit or loss- Unrealised*		
Income from Mutual Funds	-	4.06
Income from Debentures	(26.15)	-
	130.38	**58.99**

*Fair value changes in this schedule are other than those arising on account of accrued interest income/expense.

Note 26: Other Income

(Rs. In Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 20265
Interest on Income Tax refund	13.97	10.93
Interest on rent deposit	8.00	2.20
Contract revocation fees	466.97	-
Interest on contract revocation fees	20.55	-
Miscellaneous Income	7.09	5.20
	516.58	**18.33**

Note 27: Finance Cost

(Rs. In Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
At amortised cost		
Interest on financial liabilities		
Borrowings other than debt securities	5,057.94	4,167.90
Debt securities	774.00	219.77
Lease liabilities*	75.35	134.21
Others		
Other finance cost	133.79	117.20
	6,041.08	**4,639.08**

* Please refer note no. 37

Note 28: Net loss on de-recognition of financial instruments under Fair Value Through profit & loss

(Rs. In Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Loss on derecognition of financial instruments	53.08	-
	53.08	**-**

Note 29: Impairment on Financial Assets

(Rs. In Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
On Financial instruments measured at Amortised Cost	1,370.09	(555.61)
Impairment on Loan	753.24	566.87
Loss on Loan Settlement	**2,123.33**	**11.26**

Note 30: Employee Benefit Expenses

(Rs. In Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Salaries and wages	3,594.80	3,003.13
Contribution to provident and other funds	152.57	143.64
- Gratuity Expenses*	41.49	38.14
Share based payment to employees**	93.74	236.91
Staff Welfare Expense	20.56	14.18
	3,903.16	**3,436.00**

*Disclosures as per Ind AS 19 'Employee Benefits' in respect of provision made towards gratuity are provided in Note 35.
**Disclosures as per Ind AS 102 'Share Based Payments' given in Note 34.

Note 31: Depreciation And Amortization

(Rs. In Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Property, plant and equipment's	129.91	95.65
Other Intangible Assets	102.69	81.76
Right of Use Assets	152.92	251.02
	385.52	**428.43**

Note 32: Other Expenses

(Rs. In Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Legal and Professional charges	608.68	390.41
Director's fees, allowance and expenses	14.00	12.30
Credit Assessment Expenses	233.45	194.03
Brokerage on DSA Payout	448.26	499.94
Rent, taxes and energy cost	266.84	208.18
Repair and maintenance	23.11	8.17
Bank Charges	2.78	1.66
Auditor's Fees and Expenses		
Audit Fees	16.00	10.98
Tax Audit Fees	0.35	0.30
Other Certification Fees	0.90	0.57
Communication costs	53.79	40.94
Travelling & Conveyance	423.62	303.45
Printing and stationery	20.22	22.68
Business Promotion Expenses	18.70	30.22
Business Support Expenses	155.44	120.81
*CSR Expenses	11.65	21.00
Meeting and Seminar Expenses	6.83	10.97
Net loss on derecognition of property, plant and equipment	7.06	-
Insurance	1.06	0.54
Miscellaneous Expense	45.23	39.57
	2,357.97	**1,916.72**

i) Details of amount required to be spent by the Company on CSR activities during the year.

(Rs. In Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
a. Opening unspent amount	-	-
b. Amount required to be spent as per Section 135(5) of Companies Act, 2013	11.60	21.00
c. Amount spent during the year on	11.65	21.00
i. Construction/acquisition of any asset	-	-
ii On purposes other than (i) above	11.65	21.00
d. Shortfall at the end of the year	-	-
e. Total of previous years shortfall	-	-
f. Reason for shortfall	-	-
g. Nature of CSR activities undertaken by the Company	Promoting education, promoting health care including preventive health care	Promoting education, promoting health care including preventive health care
h. Details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard	6.65	21.00
i. Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately.	-	-
j. Details of related party	Sunil Patodia Welfare Foundation	Sunil Patodia Welfare Foundation

Note 33: Earnings Per Share

(Rs. In Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Net Profit after tax attributable to Equity Shareholders for Basic EPS	1,184.99	559.87
Add/Less: Adjustment relating to potential equity shares	-	-
Net profit after tax attributable to equity shareholders for Diluted EPS	1,184.99	559.87
	448.26	499.94
Weighted average number of Equity Shares outstanding during the year (in lakhs)		
For Basic EPS	1,010.08	802.71
For Dilutive EPS	1,024.00	817.02
Face value per Equity Share (Rs.)	**10.00**	**10.00**
Basic Earning Per Share (Rs.)	**1.17**	**0.70**
Dilutive Earning Per Share (Rs.)	**1.16**	**0.69**
Reconciliation between no. of shares used for calculating basic and diluted EPS		
No. of shares used for calculating Basic EPS (in lakhs)	1,010.08	802.71
Add: Potential equity shares (in lakhs)	13.92	14.31
No. of shares used for calculating Diluted EPS (in lakhs)	1,024.00	817.02

Note 34. Share option plans (equity- settled)

Description of share-based payment arrangements

The Company has Choice Finserv Employee Stock Option Plan 2022, under which options have been granted to eligible employees to be vested from time to time.

The Company has established share option plans that entitle the employees of the Company and its subsidiary companies to purchase the shares of the Company. Under these plans, holders of the vested options are entitled to purchase shares at the exercise price of the shares determined at the respective date of grant of options.

The key terms and conditions related to the vesting of grants under these plans are continued employment with the company from the date of grant of option till the date of vesting; all options are to be settled by the delivery of shares.

ESOP will vest to eligible employees as per vesting schedule and vesting ratio as mentioned above for respective Grants. All options will vest with minimum vesting period of 1 year and maximum vesting period of 5 years, so by next 5 years all 100% ESOP will be vested. For ESOPs Granted in Financial Year 2023-24, For Type 2 ESOPs, Vesting schedule is vesting starting from 2nd year anniversary and 25 p.a. Graded vesting, whereas for Type 1 and Type 3 (if any) vesting schedule is vesting starting from 1st anniversary and 25% p.a. Graded vesting.

Vested Options shall be eligible to be Exercised subject to a maximum period of 7 (Seven) years from the Grant date. In case of resignation, vested options can be Exercised by Last working day.

Measurement of fair values

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

Table Showing Nature and characteristics of ESOP plans issued during period- No ESOP Granted during FY 2025-26 and FY 2024-25.

Movement during FY 2025-26

(Rs. In Lakhs)

Particulars	Grant date	Number of ESOP Granted	Number of ESOPs Granted Active Employees as on 31-03-2026	Exercise Price	Vesting Ratio
2022 Type 1	17-Oct-22	7,67,000	3,14,000	35	25:25:25:25
2022 Type 2	17-Oct-22	1,02,500	2,500	35	0:25:25:25:25
2022 Type 3	17-Oct-22	17,00,680	17,00,680	10	25:25:25:25
2024 Type 1	12-Jan-24	3,15,250	1,28,000	145	25:25:25:25
2024 Type 2	12-Jan-24	3,20,000	21,500	145	0:25:25:25:25
Total		**32,05,430**	**21,66,680**		

Table of Closing ESOP count and movement during the FY 2025-26:

(Rs. In Lakhs)

Grant date	Active Employees ESOPs Granted	Active Employees ESOPs Exercised during Year	Active Employees ESOPs Exercised Earlier year	Active Employees Closing O/s ESOP Count	Inactive Employees ESOPs Exercised during Year
17-10-2022	3,14,000	-	77,250	2,36,750	-
17-10-2022	2,500	-	-	2,500	-
17-10-2022	17,00,680	-	-	17,00,680	-
12-01-2024	1,28,000	-	-	1,28,000	-
12-01-2024	21,500	-	-	21,500	-
Total	**21,66,680**	**-**	**77,250**	**20,89,430**	-

Movement during FY 2024-25

(Rs. In Lakhs)

Particulars	Grant date	Number of ESOP Granted	Number of ESOPs Granted Active Employees as on 31-03-2026	Exercise Price	Vesting Ratio
2022 Type 1	17-10-2022	7,67,000	5,24,000	35	25:25:25:25
2022 Type 2	17-10-2022	1,02,500	5,000	35	0:25:25:25:25
2022 Type 3	17-10-2022	17,00,680	17,00,680	10	25:25:25:25
2024 Type 1	12-01-2024	3,15,250	1,94,250	145	25:25:25:25
2024 Type 2	12-01-2024	3,20,000	51,500	145	0:25:25:25:25
Total		**32,05,430**	**24,75,430**		

Table of Closing ESOP count and movement during the FY 2024-25:

(Rs. In Lakhs)

Grant date	Active Employees ESOPs Granted	Active Employees ESOPs Exercised during Year	Active Employees ESOPs Exercised Earlier year	Active Employees Closing O/s ESOP Count	Inactive Employees ESOPs Exercised during Year
17-10-2022	5,24,000	-	1,28,500	3,95,500	-
17-10-2022	5,000	-	-	5,000	-
17-10-2022	17,00,680	-	-	17,00,680	-
12-01-2024	1,94,250	-	-	1,94,250	-
12-01-2024	51,500	-	-	51,500	-
Total	**24,75,430**	**-**	**1,28,500**	**23,46,930**	-

Table Showing options movement during year:

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Outstanding at the beginning of the year	23,46,930	27,22,805
Granted during the year	-	-
Forfeited during the year	2,57,500	3,75,875
Expired during the year	-	-
Exercised during the year	-	-
Outstanding at the end of the year	20,89,430	23,46,930
Exercisable at the end of the year	15,04,385	10,33,653

Table showing Weighted average exercise prices of options (amount in INR)

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Outstanding at the beginning of the year	28.4	38.98
Granted during the year	N.A	N.A
Forfeited during the year	76.12	105.02
Expired during the year	N.A	N.A
Exercised during the year	N.A	N.A
Outstanding at the end of the year	22.52	28.40
Exercisable at the end of the year	18.88	19.60

Table Showing Stock Options outstanding at the end of period:

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Exercise Price (INR)		
Grant Date: 17-10-2022	10-35	10-35
Grant Date: 12-01-2024	145.00	145.00
Weighted average remaining contractual life (Years)		
Grant Date: 17-10-2022	3.55	4.55
Grant Date: 12-01-2024	4.79	5.79

Vesting schedule of number of ESOPs Granted and Vesting schedule:

(Rs. In Lakhs)

Grant date	Number of ESOPs Granted	Vesting Date Part 1	Vesting Date Part 2	Vesting Date Part 3	Vesting Date Part 4
17-Oct-22	7,67,000	17-Oct-23	17-Oct-24	17-Oct-25	17-Oct-26
17-Oct-22	1,02,500	17-Oct-24	17-Oct-25	17-Oct-26	17-Oct-27
17-Oct-22	17,00,680	17-Oct-23	17-Oct-24	17-Oct-25	17-Oct-26
12-Jan-24	3,15,250	12-Jan-25	12-Jan-26	12-Jan-27	12-Jan-28
12-Jan-24	3,20,000	12-Jan-26	12-Jan-27	12-Jan-28	12-Jan-29
Total	**32,05,430**				

The Fair value (Cost of ESOP) of Equity-settled share-based payment are tabulated below:

(Rs. In Lakhs)

Grant date	Number of ESOPs Granted	Vesting Date Part 1	Vesting Date Part 2	Vesting Date Part 3	Vesting Date Part 4
2022 Type 1	17-Oct-22	27.02	28.17	29.24	30.24
2022 Type 2	17-Oct-22	28.17	29.24	30.24	31.15
2022 Type 3	17-Oct-22	39.22	39.57	39.91	40.24
2024 Type 1	12-Jan-24	43.74	54.59	63.68	71.43
2024 Type 2	12-Jan-24	54.59	63.68	71.43	78.35

Total Expense to be recognised in Financial Year 2025-26 is as follows:

(Rs. In Lakhs)

ESOP Grant Type	Opening ESOP O/s Reserve Balance as at April 01, 2025	Total Expense Charged in P&L for the year ended March 31, 2026	Exercise Transfer to Security Premium for Financial Year 2025-26	Vested Forfeited to General Reserve for Financial Year 2025-26	Closing ESOP O/s Reserve Balance as at March 31, 2026
2022 Type 1	87.77	(7.54)	-	(15.49)	64.74
2022 Type 2	0.94	(0.14)	-	(0.18)	0.63
2022 Type 3	555.07	89.00	-	-	644.06
2024 Type 1	54.30	8.88	-	(7.38)	55.80
2024 Type 2	10.41	(2.00)	-	-	8.41
Total	**708.49**	**88.19**	**-**	**(23.05)**	**773.64**

Total Expense to be recognised in Financial Year 2024-25 is as follows:

(Rs. In Lakhs)

ESOP Grant Type	Opening ESOP O/s Reserve Balance as at April 01, 2024	Total Expense Charged in P&L for the year ended March 31, 2025	Exercise Transfer to Security Premium for Financial Year 2024-25	Vested Forfeited to General Reserve for Financial Year 2024-25	Closing ESOP O/s Reserve Balance as at March 31, 2025
2022 Type 1	69.57	24.31	-	(6.10)	87.77
2022 Type 2	2.01	1.40	-	(2.47)	0.94
2022 Type 3	399.49	155.58	-	-	555.07
2024 Type 1	14.88	39.64	-	(0.22)	54.30
2024 Type 2	5.87	4.54	-	-	10.41
Total	**491.81**	**225.47**	**-**	**(8.79)**	**708.49**

Total Expense Recognized for Fair value of ESOP for the FY 2025-26 is 88.19 lakhs (P.Y 225.48 lakhs).

Choice Employee Stock Option Plan 2022

The Company Choice International Limited (Parent Company) has formulated Choice Employee Stock Option Plan 2022, under which options have been granted to eligible employees to be vested from time to time.

The Parent Company has established share option plans that entitle the employees of its own Company and its subsidiary companies to purchase the shares of the Parent Company. Under these plans, holders of the vested options are entitled to purchase shares at the exercise price of the shares determined at the respective date of grant of options.

The key terms and conditions related to the vesting of grants under these plans are continued employment with the company from the date of grant of option till the date of vesting; all options are to be settled by the delivery of shares.

ESOP will vest to eligible employees as per vesting schedule and vesting ratio for respective Grants. All options will vest with minimum vesting period of 1 year and maximum vesting period of 4 years, so by next 4 years all 100% ESOP will be vested. For all ESOPs Granted in Financial Year 2022-23 vesting ratio is 25:25:25:25 (yearly graded vesting). Vested Options shall be eligible to be Exercised subject to a maximum period of 7 (Seven) years from the Grant date. In case of resignation, vested options can be Exercised by Last working day.

Total Expenses to be recognised in Financial Year 2025-26:

(Rs. In Lakhs)

ESOPs granted to employees of the Company	Opening ESOP O/s Reserve Balance as at April 01, 2025	Total Expense Charged in P&L for the year ended March 31, 2026	Closing ESOP O/s Reserve Balance as at March 31, 2026
Choice Finserv Private Limited	41.79	5.54	47.33

Total Expenses to be recognised in Financial Year 2024-25:

(Rs. In Lakhs)

ESOPs granted to employees of the Company	Opening ESOP O/s Reserve Balance as at April 01, 2024	Total Expense Charged in P&L for the year ended March 31, 2025	Closing ESOP O/s Reserve Balance as at March 31, 2025
Choice Finserv Private Limited	30.35	11.44	41.79

Note 35. Gratuity and other post-employment benefit plans:

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service is eligible for gratuity on cessation of employment and it is computed in accordance with the rules as prescribed under the payment of Gratuity Act, 1972.

Employee benefits

The Company has classified the various benefits provided to employees as under:

1. Defined Contribution Plan

During the year, the Company has incurred and recognised the following amounts in the Statement of Profit and Loss:

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Employers' Contribution to Provident Fund	152.57	143.64
Total	**152.57**	**143.64**

2. Defined benefit plans

The Company offers the Gratuity as employee benefit schemes to its employees. The Company operates funded post retirement defined plans for gratuity, details for which are as follows:

(Rs. In Lakhs)

Expenses recognised in the Statement of Profit & Loss	As at March 31, 2026	As at March 31, 2025
Components of employer expense		
Current service cost	29.87	34.97
Interest cost	4.53	3.17
Past Service Cost - Recognized	7.09	-
Total expense recognised in the Statement of Profit and Loss	**41.49**	**38.14**

(Rs. In Lakhs)

Expenses recognised in the Statement of Profit & Loss	As at March 31, 2026	As at March 31, 2025
Actuarial (Gains)/Losses on Obligation For the Period	(28.43)	(42.44)
Return on Plan Assets, Excluding Interest Income	(0.00)	0.00
Expenses Recognized in Other Comprehensive Income	**(28.43)**	**(42.44)**

(Rs. In Lakhs)

Expenses recognised in the Statement of Profit & Loss	As at March 31, 2026	As at March 31, 2025
"Present Value of Benefit Obligation at the Beginning of the Period "	67.42	44.13
Net transfer in /(out) obligation	-	-
Current Service cost	29.87	34.97
Interest cost	4.54	3.18
Liability Transferred In/ Acquisitions	-	27.58
(Liability Transferred Out/ Divestments	-	-
Actuarial (gain) / Losses on obligation	(28.43)	(42.44)
Past Service Cost	7.09	-
Benefits paid	(2.25)	-
Present Value of Benefit Obligation at the End of the Period	**78.24**	**67.42**

(Rs. In Lakhs)

Actuarial assumptions	As at March 31, 2026	As at March 31, 2025
Discount Rate	7.06% p.a.	6.73% p.a
Salary Growth Rate	6.00% p.a	6.00% p.a
Withdrawal Rate	For service upto 2 years 40% p.a., 3 to 4 years 20% p.a. For service 5 years and above 10% p.a.	For Service up to 2 years 40%, 3 to 4 years 20% p.a. For Service 5 years and above 10% p.a.
Retirement Age	65 Years	65 Years
Mortality Rate	Indian Assured Lives Mortality (2012-14) Ultimate	Indian Assured Lives Mortality (2012-14) Ultimate

* The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations. The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors. The above information is certified by the actuary and relied upon by auditors.

(Rs. In Lakhs)

Balance Sheet Reconciliation	As at March 31, 2026	As at March 31, 2025
Opening Net Liability	67.26	43.98
Expense Recognized in Statement of Profit or Loss	41.49	38.14
Expense Recognized in Other Comprehensive Income	(28.43)	(42.44)
Net Liability Transfer In	-	27.58
Net (Liability) Transfer Out	-	-
Benefits paid	(2.25)	-
Closing Net Liability	**78.07**	**67.26**

(Rs. In Lakhs)

Expenses Recognized in Other Comprehensive Income	As at March 31, 2026	As at March 31, 2025
Actuarial (Gains) on Obligation For the Period	(28.43)	(42.44)
Return on Plan Assets, Excluding Interest Income	(0.00)	0.00
Expenses (Gain) Recognized in Other Comprehensive Income	**(28.43)**	**(42.44)**

(Rs. In Lakhs)

Actual Return on Plan Assets	As at March 31, 2026	As at March 31, 2025
Expected Return on Plan Assets	0.01	0.01
Return on Plan Assets, Excluding Interest Income	0.00	(0.00)
Actual Return on Plan Assets	**0.01**	**0.01**

(Rs. In Lakhs)

Change in the Fair Value of Plan Assets	As at March 31, 2026	As at March 31, 2025
Fair Value of Plan Assets at the Beginning of the Period	0.16	0.15
Expected Return on Plan Assets	0.01	0.01
Return on Plan Assets, Excluding Interest Income Actuarial	0.00	(0.00)
Fair Value of Plan Assets at the End of the Period	**0.17**	**0.16**

35.1 Compensated absences

Amount recognised in the statement of profit and loss for compensated absences is as under:

(Rs. In Lakhs)

Particulars For the year ended	March 31, 2026	March 31, 2025
Compensated absences	(38.58)	8.89

The Company has created provision for compensated absences on estimate basis for unavailed leave as on March 31, 2026 and March 31, 2025:

(Rs. In Lakhs)

Particulars For the year ended	March 31, 2026	March 31, 2025
Provision for Leave Encashment	44.43	83.00

36. Related Party Disclosure

Details of Related Parties

(Rs. In Lakhs)

Description of Relationship	Names of Related Parties
a. Holding Company	Choice International Limited
b. Fellow Subsidiaries	Choice Consultancy Services Private Limited
	Choice AMC Private Limited
	Choice Capital Advisors Private Limited
	Choice Corporate Services Private Limited
	Choice Wealth Private Limited
	Choice Equity Broking Private Limited
	Choice Techlab Solutions Private Limited
	Choice Connect Private Limited
	Choice Insurance Broking India Private Limited
	Choice Housing Finance Private Limited
	SKP Green Ventures Private Limited
	Choice Global Advisory Services Limited
	Choice Trustees Services Private Limited
	Arete Capital Services Private Limited (with effect from March 28, 2025)
	Choice Green Energy MH-1 Private Limited (with effect from May 02, 2025)
	Choice Green Energy MH-2 Private Limited (with effect from May 15, 2025)
	Choice Green Energy Solutions Private Limited (with effect from June 25, 2025)
	Ayoleeza Consultants Pvt Ltd (with effect from Nov 18, 2025)
	Fintoo Wealth Private Limited (with effect from Feb 10, 2026)
c. Key Management Personnel (KMP)	Kamal Poddar (Director)
	Arun Poddar (Director)
	Ajay Kejriwal (Director)
	Vijender Singh Shekhawat (Director and CEO)
	Manoj Singhania (Chief Financial Officer)
	Karishma Shah (Company Secretary and Compliance Officer)*
	Sandeep Kumar Singh (Non-executive Director)
	Anil Agarwal (Non-executive Director)
	Manoj Kumar Verma (Non-executive Director)
d.Relatives of Key Management Personnel	Manju Poddar (Relative of KMP)
	Hemlata Poddar (Relative of KMP)
	Shreya Poddar (Relative of KMP)
	Sonu Poddar (Relative of KMP)
	Meenu Bajaj (Relative of KMP)
	Babita Kejriwal(Relative of KMP)
	Rajendra Kejriwal (Relative of KMP)
	Maltidevi Kejriwal (Relative of KMP)

	Harsh Kejriwal (Relative of KMP)
	Mehek Kejriwal (Relative of KMP)
	Vijay Kejriwal (Relative of KMP)
	Manisha Dattani (Relative of KMP)
	Praful Shah (Relative of KMP)
	Falguni Shah (Relative of KMP)
	Kkunal Parar (Relative of KMP)
	Savita Singhania (Relative of KMP)
	Rama Shekhawat (Relative of KMP)
	Prahalad Singh Shekhawat (Relative of KMP)
	Bhanwar Kanwar (Relative of KMP)
	Devansh Singh Shekhawat (Relative of KMP)
	Manisha Shekhawat (Relative of KMP)
	Saroj Kanwar (Relative of KMP)
	Suman Kanwar (Relative of KMP)
e. Enterprises over which KMP have significant influence	Thoughts Consultants Jaipur P L in JV with Choice Consultancy Services P L
	CCSPL - I&R JV
	CCSPL - PD&EX JV
	Choice Consultancy Services JV Mars Planning & Engineering
	De Starwings Couriers LLP
	Choice Strategic Advisors LLP
	Sunil Patodia Welfare Foundation (formly known as Lion Mumbai Choice Foundation)
	Soansrishti Properties Private Limited (Formely Known as Rupang Properties Private Limited)
	Optimo Investment Advisors Private Limited
	Middlepath Advisors LLP
	Shreeyam Trade Dynamics Private Limited (Formerly known as NS Technical Consultancy Services Pvt Ltd)
	Sunil Patodia Kiss Foundation
	Santosh Poddar HUF
	Kamal Poddar HUF
	Arun Poddar HUF
	NRSP Foundation (Formerly known as Farmer's Evolvement Foundation)
	Ajay R. Kejriwal HUF
	Vijay Kejriwal HUF
	Ayoleeza Consultants Private Limited -JV of Ayoleeza Consultants Private Limited(with effect from January 22, 2026)
	Almondz Global Infra-Consultant Limited -JV of Ayoleeza Consultants Private Limited(with effect from January 22, 2026)
	Satra Services and Solutions JV of Ayoleeza Consultants Private Limited(with effect from May 05, 2025)

*** Compliance officer effective from August 13, 2025**

Details of Related Party transactions - Current Year -(April 25 - March 26)

(Rs. In Lakhs)

Particulars	Holding Company	Fellow Subsidiary Company	KMP & their relatives	Enterprises over which KMP and their relatives have significant influences	Total
Infusion of share capital including premium					
Choice International Limited	9,951.75	-	-	-	**9,951.75**
Loans taken from					
Choice International Limited	700.00	-	-	-	**700.00**
Loan repaid					
Choice International Limited	707.61	-	-	-	**707.61**
Syndication Fees					
Choice Connect Private Limited	-	19.36	-	-	**19.36**
Business Support Income					
Choice Equity Broking Private Limited	-	4.68	-	-	**4.68**
Finance Costs					
Choice International Limited	8.46	-	-	-	**8.46**
Choice Wealth Private Limited	-	0.11	-	-	**0.11**
Director Remuneration					
Vijender Singh Shekhawat	-	-	88.88	-	**88.88**
Director Sitting fees					
Sandeep Kumar Singh			1.30		**1.30**
Anil Agarwal			5.85		**5.85**
Mr. Manoj Kumar Verma			6.85		**6.85**
Office Rent					
Choice International Limited	6.00	-	-	-	**6.00**
Commission Expense					
Choice Equity Broking Private Limited	-	0.53	-	-	**0.53**

Business Support Service Expenses					
Choice International Limited	94.27	-	-	-	**94.27**
Choice Equity Broking Private Limited	-	18.48	-	-	**18.48**
Choice Techlab Solutions Private Limited	-	8.03	-	-	**8.03**
Choice Connect Private Limited	-	33.57	-	-	**33.57**
Consideration for Intangible asset under development					
Choice Techlab Solutions Private Limited	-	47.10	-	-	**47.10**
Deemed Equity Contribution from Parent Company					
Choice International Limited	5.54	-	-	-	**5.54**
CSR Expenses					
Sunil Patodia Welfare Foundation	-	-	-	6.65	**6.65**
Balance at the end of year					
Intangible asset under Development					
Choice Techlab Solutions Private Limited	-	5.19	-	-	**5.19**
Other Advances					
Choice Equity Broking Private Limited	-	11.37	-	-	**11.37**
Deemed Equity Contribution from Parent Company					
Choice International Limited	47.33	-	-	-	**47.33**
Trade Payable					
Choice International Limited	32.18				**32.18**
Choice Connect Private Limited	-	0.83	-	-	**0.83**
Choice Techlab Solutions Private Limited		9.09			**9.09**
Interest Payable					
Choice Wealth Private Limited	-	0.06	-	-	**0.06**
Issue of Debenture					
Choice Wealth Private Limited	-	1.00	-	-	**1.00**
Maximum Outstanding During the Year (Borrowings)	707.61	-	-	-	**707.61**
Maximum Outstanding During the Year (Advances)	-	2.72	-	-	**2.72**
Maximum Outstanding During the Year (Trade Payable)	32.59	64.69		-	**97.28**

Details of Related Party transactions - Previous Year (April 24 - March 25)

(Rs. In Lakhs)

Particulars	Holding Company	Fellow Subsidiary Company	KMP & their relatives	Enterprises over which KMP and their relatives have significant influences	Total
Loans taken from					
Choice International Limited	1,795.00	-	-	-	**1,795.00**
Choice Portfolio Management Services Private Limited	-	-	-	-	**-**
Choice Capital Advisors Private Limited	-	850.00	-	-	**850.00**
Loan repaid					
Choice International Limited	3,070.28	-	-	-	**3,070.28**
Choice Portfolio Management Services Private Limited	-	417.76	-	-	**417.76**
Choice Capital Advisors Private Limited	-	1,361.25	-	-	**1,361.25**
Loan Given					
Choice Equity Broking Private Limited	-	2,000.00	-	-	**2,000.00**
Repayment of Loan received from					
Choice Equity Broking Private Limited	-	2,000.00	-	-	**2,000.00**
Syndication Fees					
Choice Connect Private Limited	-	136.51	-	-	**136.51**
Business Support Income					
Choice Equity Broking Private Limited	-	4.82	-	-	**4.82**
Finance Costs					
Choice International Limited	31.79	-	-	-	**31.79**
Choice Capital Advisors Private Limited	-	67.96	-	-	**67.96**
Choice Insurance Broking India Private limited	-	-	-	-	**-**
Choice Portfolio Management Services Private Limited	-	37.43	-	-	**37.43**
Director Remuneration					
Kamal Poddar	-	-	40.00	-	**40.00**
Vijender Singh Shekhawat	-	-	67.86	-	**67.86**

Director Sitting fees					**-**
Sandeep Kumar Singh	-	-	1.00	-	**1.00**
Anil Agarwal	-	-	5.65	-	**5.65**
Mr. Manoj Kumar Verma	-	-	5.65	-	**5.65**
Office Rent					
Choice International Limited	10.00	-	-	-	**10.00**
Issue of Debenture					
Choice Wealth Private Limited	-	-	990.00	-	**990.00**
Business Support Service Expenses					
Choice International Limited	49.08	-	-	-	**49.08**
Choice Equity Broking Private Limited	-	14.13	-	-	**14.13**
Choice Techlab Solutions Private Limited	-	12.01	-	-	**12.01**
Choice Connect Private Limited	-	50.53	-	-	**50.53**
Consideration for Intangible asset under development					
Choice Techlab Solutions Private Limited	-	139.63	-	-	**139.63**
ROC Expenses					
Choice International Limited	0.01	-	-	-	**0.01**
Gratuity Obligation transferred from					
Choice Consultancy Services Private Limited	11.44	0.05			**11.49**
CSR Expenses					
Sunil Patodia Welfare Foundation	-	-	-	21.00	**21.00**
Balance at the end of year					
Intangible asset under development					
Choice Techlab Solutions Private Limited	-	74.89	-	-	**74.89**
Other Advances					
Choice International Limited	2.04				**2.04**
Choice Consultancy Services Private Limited	-	0.05	-	-	**0.05**
Choice Connect Private Limited	-	30.75	-	-	**30.75**

Deemed Equity Contribution from Parent Company					
Choice International Limited	41.79	-	-	-	**41.79**
Trade Payable					
Choice Connect Private Limited	-	22.85	-	-	**22.85**
Choice Equity Broking Private Limited	-	1.78	-	-	**1.78**
Maximum Outstanding During the Year (Borrowings)	1,700.00	1,270.08	-	-	**2,970.08**
Maximum Outstanding During the Year (Advances)	-	152.81	-	-	**152.81**
Maximum Outstanding During the Year (Trade Payable)		26.85			**26.85**

37. IND AS 116 on lease

The changes in the carrying value of ROU assets for the year ended March 31, 2026 are as follows.

(Rs. In Lakhs)

Change in the Fair Value of Plan Assets	As at March 31, 2026	As at March 31, 2025
Gross carrying value		
Opening Balance	1,191.56	1,135.42
Addition	-	56.14
Translation adjustment	276.74	-
Adjustment/Deletion	(713.81)	-
Closing Balance	**754.49**	**1,191.56**
Accumulative amortisation		
Opening Balance	251.02	-
Depreciation	152.92	251.02
Translation adjustments	-	-
Adjustment/Deletion	-	-
Adjustment/Deletion	-	-
Closing balance	**403.94**	**251.02**
Net carrying value	**350.55**	**940.54**

The following is the movement in lease liabilities during the year ended March 31, 2026

(Rs. In Lakhs)

Change in the Fair Value of Plan Assets	As at March 31, 2026	As at March 31, 2025
Lease liabilities		
Opening Balance	1,020.50	1,135.42
Additions	276.74	56.14
Adjustment/Deletion	(713.80)	-
Translation adjustments	-	-
Finance expense	75.35	134.21
Payment of lease liabilities	(284.40)	(305.27)
Closing Balance	**374.39**	**1,020.50**

Amounts recognised in Statement profit & loss during the year ended March 31, 2026

(Rs. In Lakhs)

Change in the Fair Value of Plan Assets	As at March 31, 2026	As at March 31, 2025
Lease liabilities		
Depreciation expense of right-of-use assets	152.92	251.02
Interest expense on lease liabilities	75.35	134.21
Total	**228.27**	**385.23**

Total cash outflow for leases

(Rs. In Lakhs)

Change in the Fair Value of Plan Assets	As at March 31, 2026	As at March 31, 2025
Lease liabilities		
Total cash outflow for leases	284.40	305.27
Total	**284.40**	**305.27**

Classification of current and non current liabilities of the lease liabilities

(Rs. In Lakhs)

Change in the Fair Value of Plan Assets	As at March 31, 2026	As at March 31, 2025
Current liabilities	**125.70**	**204.59**
Non Current Liabilities	248.69	815.91
Total	**374.39**	**1,020.50**

The table below provides details regarding the contractual maturities of lease liabilities as at March 31, 2026, on an undiscounted basis.

(Rs. In Lakhs)

Change in the Fair Value of Plan Assets	As at March 31, 2026	As at March 31, 2025
Tenure		
Less than 1 year	125.70	204.59
1-3 years	143.57	457.56
3-5 years	46.69	153.14
More than 5 years	58.43	205.21
Closing balance	**374.39**	**1,020.50**

The company has paid following rent on account of short term leases and where the rent is less than or equal to Rs 10,000.

(Rs. In Lakhs)

Change in the Fair Value of Plan Assets	As at March 31, 2026	As at March 31, 2025
Short Term and Low value Lease	266.84	208.18

38. Financial Risk Management

Risk Management

Risk is an integral part of the Company's business and sound risk management is critical to the success. As a Non-banking financial company, the Company is exposed to risks that are particular to its lending and the environment within which it operates and primarily includes credit, liquidity and market risks. The Company's Board of directors has overall responsibility for the establishment and oversight of the risk management framework. In accordance with the RBI guidelines to enable NBFCs to adopt best practices and greater transparency in their operations, the Board of Directors of the Company has constituted a Asset Liability Management Committee (ALCO) and Risk Management Committee. Risk Management Committee reviews risk management in relation to various integrated risks of the Company. The key risks faced by the company are liquidity risk, credit risk, Concentration risk, market risk, interest rate risk and Operational Risk. The Company has implemented risk based internal audit (RBIA) framework to cater inherent & control risk. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

Risk	Exposure arising from	Measurement	Management
Credit risk	Loan receivables, Cash and bank balances, financial assets measured at amortised cost	Expected loss analysis	Credit risk analysis, diversification of customers/asset base, credit limits and collateral.
Liquidity risk	Debt securities, Borrowings (other than debt securities) and other financial liabilities	Rolling Cash flow forecast	Availability of committed credit lines and borrowing facilities, Adequate CRAR, Contingency Funding Plan
Market risk-interest rate	Long - term debt securities and borrowings at variable rates	Sensitivity analysis	Change in interest rates

A. Credit risk

Credit risk is the risk of actual or probable financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and loans and advances now or in future. The sanction and renewal of any credit facility to a particular borrower requires appropriate credit approval by concerned authority. The appropriate authority has been entrusted with the task of verifying the credentials of the customer as per set processes and guidelines. The Company manages and controls credit risk by setting limits on the amount

of risk it is willing to accept for individual counterparties and for group of counterparties and by monitoring exposures in relation to such limits. Credit worthiness of borrowers is regularly reviewed and monitored by line credit risk managers, who are responsible for maintaining the portfolio quality as per given risk – return targets. An Impairment analysis is performed at each reporting date on an Individual basis for major customers. In addition, a large number of minor receivables are grouped Into homogenous groups and assessed for Impairment collectively. The credit quality review process aims to allow the Company to assess the potential loss as a result of the risks to which it is exposed and take corrective actions. Company gives due importance to prudent lending practices and have implemented suitable measures for risk mitigation, which include verification of credit history from credit information bureaus, cash flow analysis, physical verifications of a customer's business and residence and field visits and required term cover for insurance. The company has a robust post sanction monitoring process to identify credit portfolio trends and early warning signals.

The gross carrying amounts of following financial assets represent the maximum credit risk exposure:

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Loans	76,119.97	67,757.84
Cash and Cash equivalents	9,176.87	5,885.81
Other bank balance	5,196.47	5,455.04
Other financial assets	513.00	919.21

i. Credit risk exposure and impairment loss allowance

(Rs. In Lakhs)

Particulars	As at March 31, 2026		As at March 31, 2025	
	Exposure	Impairment Allowance	Exposure	Impairment Allowance
Credit impaired loan assets (Default event triggered) (Stage 3)	2,194.68	703.23	1,813.13	553.40
Loan assets having significant increase in credit risk (Stage 2)	6,263.30	300.48	3,730.51	166.75
Other loan assets (Stage 1)	69,283.85	618.15	63,468.77	534.42

An analysis of Expected credit loss rate*

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Stage -1	0.89%	0.84%
Stage -2	4.80%	4.47%
Stage -3	32.04%	30.52%

*Expected credit loss rate is computed ECL divided by EAD

ii. Reconciliation of gross carrying amount is given below:

(Rs. In Lakhs)

Particulars	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount as at April 01, 2024	**45,297.43**	**1,148.70**	**960.12**	**47,406.25**
New assets originated during the year	37,553.88	2,244.12	562.64	40,360.64
Assets derecognised or repaid	(16,192.14)	(1,157.29)	(1,122.47)	(18,471.90)
Transfer from Stage 1	(3,029.65)	1,699.07	1,330.58	-
Transfer from Stage 2	39.17	(133.91)	94.74	-
Transfer from Stage 3	-	-	-	-
Settlement loss	(199.91)	(70.19)	(12.48)	(282.58)
As at March 31,2025	**63,468.78**	**3,730.50**	**1,813.13**	**69,012.41**

(Rs. In Lakhs)

Particulars	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount as at April 01, 2025	**63,468.78**	**3,730.50**	**1,813.13**	**69,012.41**
New assets originated during the year	34,221.82	69.19	206.48	34,497.49
Assets derecognised or repaid	(21,613.47)	(2,352.06)	(1,535.33)	(25,500.85)
Transfer from Stage 1	(7,291.83)	5,863.03	1,428.80	-
Transfer from Stage 2	570.13	(979.59)	409.46	-
Transfer from Stage 3	52.16	6.00	(58.16)	-
Settlement loss	(123.73)	(73.78)	(69.70)	(267.21)
As at March 31,2026	**69,283.86**	**6,263.29**	**2,194.68**	**77,741.83**

Impairment Loss Allowance

(Rs. In Lakhs)

Particulars	Stage 1	Stage 2	Stage 3	Total
ECL Allowance as at April 01, 2024	**366.05**	**67.67**	**285.51**	**719.23**
New assets originated during the year	358.98	90.81	168.04	617.84
Assets derecognised or repaid	(88.16)	(52.93)	(279.11)	(420.19)
Transfer from Stage 1	(37.33)	20.94	16.39	-
Transfer from Stage 2	2.56	(12.59)	10.04	-
Transfer from Stage 3	-	-	-	-
Net remeasurement of ECL arising from transfer of stage and change in credit risk during the year	(59.47)	64.60	362.96	368.09
Settlement loss	(8.22)	(11.75)	(10.42)	(30.39)
As at March 31,2025	**534.42**	**166.75**	**553.40**	**1,254.57**

(Rs. In Lakhs)

Particulars	Stage 1	Stage 2	Stage 3	Total
ECL Allowance as at April 01, 2025	**534.42**	**166.75**	**553.40**	**1,254.57**
New assets originated	271.59	3.71	80.36	355.66
Assets derecognised or repaid	(120.61)	(68.92)	(301.98)	(491.51)
Transfer from Stage 1	(73.99)	53.62	20.37	-
Transfer from Stage 2	23.51	(42.86)	19.36	-
Transfer from Stage 3	10.90	0.23	(11.14)	-
Net remeasurement of ECL arising from transfer of stage and change in credit risk during the year	(20.92)	204.20	423.91	607.18
Settlement loss	(6.74)	(16.25)	(81.06)	(104.04)
As at March 31,2026	**618.15**	**300.48**	**703.23**	**1,621.86**

iii. Collateral and other Credit Enhancements

Although collateral can be an important mitigation of credit risk, it is the Company's policy to lend on the basis of the customer's ability & intention to meet the repayment obligations out of cash flow resources other than placing primary reliance on collateral and other credit risk enhancements. The company obtains first and exclusive charge on all collateral for the loans given. Vehicle Finance and MSME & Loan against Property , Loan Against Shares , Equipment funding and NBFC funding are secured by collateral at the time of origination. In case of Vehicle loans, Company values the vehicle either through proforma invoice (for new vehicles) or using registered valuers for used vehicles. In case of MSME & Loan against Property, the value of the property at the time of origination will be arrived by obtaining valuation report from Company's empanelled valuers. In case of NBFC funding collateral is secured through hypothecation of Book Debts. In case of Loan Against Shares collateral secured against pledge of shares . In case of Equipment funding collateral is secured against finance equipment. Hypothecation endorsement is obtained in favour of the Company in the Registration Certificate of the underlying vehicle funded under the vehicle finance segment. Immovable Property is the collateral for MSME & Loan against Property. Security Interest in favour of the Company is created through deposit of title deed by equitable or registered Mortgage. The company does not obtain any other form of credit enhancement other than the above. All the loans are secured by way of tangible Collateral. Any surplus remaining after settlement of outstanding debt by way of sale of collateral is returned to the borrower.

iv. Write off policy

Refer accounting policy Note No. 2(h)

B. Concentration of Risk/Exposure

Concentration of credit risk arise when a number of counterparties or exposures have comparable economic characteristics, or such counterparties are engaged in similar activities or operate in same geographical area or industry sector so that collective ability to meet contractual obligations is uniformly affected by changes in economic, political or other conditions. Portfolio is reasonably well diversified across 8 states of the country. Company's loan portfolio is predominantly to finance secured loans. The Company manages concentration of risk primarily by geographical region in India. The following tables show the geographical concentrations of loans:

Concentration of credit risk arise when a number of counterparties or exposures have comparable economic characteristics, or such counterparties are engaged in similar activities or operate in same geographical area or industry sector so that collective ability to meet contractual obligations is uniformly affected by changes in economic, political or other conditions. Portfolio is reasonably well diversified across 8 states of the country. Company's loan portfolio is well diversified into various products among which secured portion is 67.09% and unsecured portion is 32.91% as on March 31, 2026 and secured portion is 72.70% and 27.30% as on March 31, 2025.

Portfolio is diversified and distributed between 8 States & i.e. Rajasthan (31.90%), Maharashtra(41.44%), Gujarat(7.65%) , Madhya Pradesh(7.98%), Haryana (1.54%), Uttar Pradesh (2.23 %), Delhi (7.23%) & Kerala(0.03%) as on March 31, 2026.

The Concentration of risk is managed by company for each product by its region and its sub segments. Company did not overly depend on few regions or sub-segments as of March 31, 2026.

C. Liquidity risk

Liquidity Risk refers to the risk that the Company will encounter difficulty in meeting its financial obligations primarily associated with financial liabilities. The objective of Liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirement. Liquidity risk may arise because of the possibility that the company might be unable to meet its payment obligations when they fall due as a result of mismatches in the timing of the cash flows under both normal and stress circumstances caused by a difference in the maturity profile of Company assets and liabilities. This risk may arise from the unexpected increase in the cost of funding an asset portfolio at the appropriate maturity and the risk of being unable to liquidate a position in a timely manner and at a reasonable price. The Company manages liquidity risk by maintaining adequate cash reserves and undrawn credit facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

The Company has access to funds from debt market through non-convertible debentures and other debt instruments including term loans. Short term facilities including cash credits and working capital demand loans are renewed on yearly basis and are revolving in nature. The Company also manages liquidity by raising funds through securitization transaction.

The asset liability management committee (ALCO) of the Company defines its risk management strategy and set the overall policies and procedures. The Liquidity risk management strategies are reviewed by the ALCO to align with changes to the external environments, including regulatory changes, business conditions and market developments.

The table below summarises the maturity profile of the undiscounted cash flows of the Company's financial liabilities

Maturity profile of Financial liabilities as on March 31, 2026

(Rs. In Lakhs)

Particulars	Borrowings	Payables	Other Financial Liabilities
0 day to 7 days	574.13	-	562.22
8 days to 14 days	226.25	-	-
15 days to 30/31 days (One month)	1,205.59	286.66	57.72
Over one month and upto 2 months	1,899.51	-	10.19
Over two months and upto 3 months	2,211.42	-	10.54
Over 3 months and upto 6 months	6,941.75	264.95	31.75
Over 6 months and upto 1 year	10,033.60	-	209.90
Over 1 year and upto 3 years	32,754.56	-	408.41
Over 3 years and upto 5 years	2,167.94	-	46.66
Over 5 years	-	-	175.10

D. Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market variables. Such changes in the values of financial instruments may result from changes in the interest rates, credit, and other market changes. The Company's exposure to market risk is primarily on account of interest rate risk and liquidity risk.

E. Interest Rate Risk

The Company is subject to interest rate risk, primarily since it lends to customers at rates and for maturity years that may differ from funding sources. Interest rates are highly sensitive to many factors beyond control, including the monetary policies of the Reserve Bank of India, deregulation of the financial sector in India, domestic and international economic and political conditions, inflation and other factors. In order to manage interest rate risk, the Company seek to optimize borrowing profile between short-term and long-term loans. The Company adopts funding strategies to ensure diversified resource-raising options to minimize cost and maximize stability of funds. Assets and liabilities are categorized into various time buckets based on their maturities and Asset Liability Management Committee supervise an interest rate sensitivity report periodically for assessment of interest rate risks.

Change in interest rate affects Company's earnings (measured by NII or NIM) and corresponding net worth, Hence it is essential for the Company to not only quantify the interest rate risk but also to manage it proactively. The Company mitigates its interest rate risk by keeping a balanced mix of borrowings. The Company lends at fixed rate of interest thus, the company is not exposed to interest rate risk on loans.

The following table demonstrates the sensitivity to a reasonably possible change in interest rates (all other variables being constant) of the Company's statement of profit and loss:

(Rs. In Lakhs)

Particulars	As at March 31, 2026		As at March 31, 2025	
	Carrying Value	Fair Value	Carrying Value	Fair Value
Borrowings (Floating)				
Increase in basis points (+/- 1%)	(202.51)	(202.51)	(190.06)	(190.06)
Decrease in basis points (+/- 1%)	202.51	202.51	190.06	190.06

F. Operational risk

Operational risk is the risk of loss resulting from inadequate or failed internal processes, people and system or from external events. Operational risk is associated with human error, system failures and inadequate procedures and controls. It is the risk of loss arising from the potential that inadequate information system; technology failures, breaches in internal controls, fraud, unforeseen catastrophes, or other operational problems may result in unexpected losses.

The Company recognizes that operational risk event types that have the potential to result in substantial losses includes Internal fraud, External fraud, employment practices and workplace safety, clients, products and business practices, business disruption and system failures, damage to physical assets, and finally execution, delivery and process management.

The Company cannot expect to eliminate all operational risks, but it endeavours to manage these risks through a control framework and by monitoring and responding to potential risks. Controls include effective segregation of duties, access, authorisation and reconciliation procedures, staff education and assessment processes.

The company has put in place a robust Disaster Recovery (DR) plan and Business Continuity Plan (BCP) is further put in place to ensure seamless continuity of operations including services to customers, when confronted with any adverse events.

39. Transfer Of Financial Assets

39.1 Transferred financial assets that are not derecognized in their entirety

Securitisation:

The Company has transferred its receivables through securitization agreement with a first loss default guarantee (FLDG) such as corporate guarantee, cash collateral, subscription to subordinated pass through certificates (PTCs) etc. The Company has also agreed to provide servicing assistance to the transferee pursuant to the terms of servicing agreement.

In view of the above, the Company has retained substantially all the risks and rewards of ownership of the financial asset and thereby does not meet the derecognition criteria as set out in Ind AS 109 and recognises an associated liability for the consideration received.

The table below outlines the carrying amounts and fair values of all financial assets transferred that are not derecognised in their entirety and associated liabilities.

(Rs. In Lakhs)

Loans and advances measured at amortised cost	As at March 31, 2026	As at March 31, 2025
Gross carrying amount of transferred assets measured at amortised cost	950.95	1,746.29
Carrying amount of associated liabilities	354.50	1,370.15

39.2 Transfer of financial assets that are derecognised

During the year, the Company has assigned (earlier measured at amortised cost) by way of direct assignment as per the agreed terms of the deals. Since substantial risk and rewards related to these assets were transferred to the buyer, the assets have been de-recognised from the books of accounts. The table below summarises the carrying amount of the derecognised financial assets measured at amortised cost and the gain/(loss) on derecognition during the year:

(Rs. In Lakhs)

Loans and advances measured at amortised cost	As at March 31, 2026	As at March 31, 2025
Carrying amount of derecognised financial assets	653.95	1,710.13
Gain from derecognition	-	119.16

The Company has assigned a pool of certain loans having outstanding amount of Rs 653.95 lakhs (P.Y. Rs 1710.13 lakhs) by way of a direct assignment/co-lending transaction. These loan assets have been de-recognised from the loan portfolio of the Company as the sale of loan assets is an absolute assignment and transfer on a 'no-recourse' basis. The Company continues to act as a servicer to the assignment transaction on behalf of assignee/co-lender. In terms of the assignment/co-lending agreement, the Company pays to assignee/co-lender, on a monthly basis, the pro-rata collection amounts.

40. Capital Management

For the purpose of the Company's capital management, capital includes issued equity and preference capital, share premium and all other reserves attributable to the shareholders of the Company net of intangible assets. The company maintains an actively managed capital base to cover risks inherent in the business, meeting the capital adequacy requirements of Reserve Bank of India (RBI), maintain strong credit rating healthy capital ratios in order to support business and maximise shareholder value. The adequacy of the capital is monitored by the Risk management committee and Board considering the regulations issued by RBI.

The Company manages its capital structure in light of changes in economic conditions and the requirements of the financial covenants. The Company monitors capital using a gearing ratio, which is total debt divided by equity. The Company's policy is to keep the capital adequacy ratio at reasonable level in imminent year well above the stipulated requirement of 15% by RBI. The company has complied with the capital requirements prescribed by RBI over the reported period. Please refer Note no. 57.

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Debt	58,014.75	48,794.65
Equity & Reserves	46,786.76	35,535.02
Debt to Equity (in times)	**1.24**	**1.37**

41.Fair value of Financial Instruments

A. Categories of financial assets and financial liabilities:

The following table shows the carrying amounts of financial assets and financial liabilities which are classified as fair value through profit and loss (FVTPL), fair value through other comprehensive income (FVTOCI) and amortised cost. Valuation technique given below on point no. 41(b) and 41(c).

(Rs. In Lakhs)

Particulars	As at March 31, 2026				As at March 31, 2025			Total
	FVTPL	FVTOCI	Amortised cost	Total	FVTPL	FVTOCI	Amortised cost	Total
Financial assets								
Cash and cash equivalents	-	-	9,176.87	9,176.87	-	-	5,885.81	5,885.81
Bank balance other than cash and cash equivalents	-	-	5,196.47	5,196.47	-	-	5,455.04	5,455.04
Loans	-	-	76,119.97	76,119.97	-	-	67,757.84	67,757.84
Investments	7,479.86		-	7,479.86	2,850.37	-	-	2,850.37
Other Financial Assets	-	-	578.09	578.09	-	-	985.04	985.04
Total	**7,479.86**	**-**	**91,071.40**	**98,551.26**	**2,850.37**	**-**	**80,083.73**	**82,934.10**
Financial Liabilities								
Payables								
I. Trade Payables								
i. Total Outstanding dues of micro enterprises, and small enterprises	-	-	26.03	26.03	-	-	2.25	2.25
ii. Total Outstanding dues of creditors other than micro enterprises and small enterprises	-	-	525.59	525.59	-	-	365.84	365.84
Debt Securities	-	-	15,694.25	15,694.25	-	-	3,103.33	3,103.33
Borrowings (Other than Debt Securities)	-	-	42,320.50	42,320.50	-	-	45,691.32	45,691.32
Lease Liability	-	-	374.39	374.39	-	-	1,020.50	1,020.50
Other Financial Liabilities	-	-	1,138.10	1,138.10	-	-	5,926.08	5,926.08
Total	**-**	**-**	**60,078.86**	**60,078.86**	**-**	**-**	**56,109.32**	**56,109.32**

B. Fair value hierarchy:

Fair values of financial assets and financial liabilities measured as fair value, including their levels in the fair value hierarchy, are presented below.

(Rs. In Lakhs)

Particulars	As at March 31, 2026			As at March 31, 2025		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Security receipt of ARC	-	2,757.62	-	-	346.31	-
Debt Instrument	4,722.24	-	-	-	-	-
Mutual Fund	-	-	-	2,504.06	-	
Total	4,722.24	2,757.62	-	2,504.06	346.31	-

C. Financial instruments measured at amortised cost

Valuation techniques

The management assessed that cash and cash equivalents, bank balances other than cash & cash equivalents, loans ,other financial assets, trade payables, debt securities, borrowings, lease liability and other financial liabilities approximate their carrying amounts.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values of financial assets or liabilities.

D. Measurement of fair values

The fair value of financial instruments have been classified into three categories depending on the inputs used in the valuation technique. The hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and lowest priority to unobservable inputs (Level 3 measurements).

The categories used are as follows:

Level 1: Level 1 hierarchy includes financial instruments measured using unadjusted quoted prices in active markets that the Company has the ability to access for the identical assets or liabilities. A financial instrument is classified as a Level 1 measurement if it is listed on an exchange. The fair value of all equity instruments (including bonds) which are traded in the stock exchanges is valued using the closing price as at the reporting period.

Level 2: The fair value of financial instruments that are not traded in active markets is determined using valuation techniques which maximize the use of observable market data either directly or indirectly, such as quoted prices for similar assets and liabilities in active markets, for substantially the full term of the financial instrument but do not qualify as Level 1 inputs. If all significant inputs required to fair value an instrument are observable the instrument is included in Level 2.

Level 3: If one or more of the significant inputs is not based in observable market data, the instruments is included in Level 3. That is, Level 3 inputs incorporate market participants' assumptions about risk and the risk premium required by market participants in order to bear that risk. The Company develops Level 3 inputs based on the best information available in the circumstances.

42. Disclosure pursuant to RBI notification notification no. RBI/DOR/2025-26/359 DOR.ACC.REC No.278/21.04.018/2025-26 dated November 28, 2025- Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025.

Exposure

a Exposure to real estate sector

The Company has exposure to real estate sector as on March 31, 2026 and March 31, 2025 which is given herein below:

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
i. Direct exposure	-	-
a. Residential Mortgages – Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented. Exposure would also include non-fund based (NFB) limits.		
b. Commercial Real Estate – Lending secured by mortgages on commercial real estate (office buildings, retail space, multipurpose commercial premises, multifamily residential buildings, multi tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits.	4,669.91	-
c. Investments in Mortgage-Backed Securities (MBS) and other securitized exposures – i. Residential ii. Commercial Real Estate ii. Indirect Exposure Fund based and non-fund-based exposures on National Housing Bank and Housing Finance Companies.	-	-
Total Exposure to Real Estate Sector	**4,669.91**	-

b. Exposure to capital market

The Company has exposure to capital market as on March 31, 2026 and March 31, 2025 which is given herein below:

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
i. Direct investment in equity shares, convertible bonds, convertible debentures and units of equity oriented mutual funds the corpus of which is not exclusively invested in corporate debt	-	-
ii. Advances against shares/bonds/debentures or other securities or on clean basis to individuals for investment in shares (including IPOs/ ESOPs), convertible bonds, convertible debentures, and units of equity oriented mutual fund	-	-
iii. Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security	-	-
iv. Advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares/ convertible bonds/convertible debentures/units of equity oriented mutual funds does not fully cover the advances	-	-
v. Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers	-	2,838.19
vi. Loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources	1,791.07	-
vii. Bridge loans to companies against expected equity flows / issues	-	-
viii. Underwriting commitments taken up by the NBFCs in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds	-	-
ix. Financing to stockbrokers for margin trading	-	-
x. All exposures to Alternative Investment Funds: i. Category I ii. Category II iii. Category III"	-	-
Total exposure to capital market	**1,791.07**	**2,838.19**

c. Sectoral exposure

(Rs. In Lakhs)

Sectors	As at March 31, 2026			As at March 31, 2025		
	Total Exposure (includes on balance sheet and off- balance sheet exposure) (₹ Lakhs)	Gross NPAs (₹ Lakhs)	Percentage of Gross NPAs to total exposure in that sector	Total Exposure (includes on balance sheet and off- balance sheet exposure) (₹ Lakhs)	Gross NPAs (₹ Lakhs)	Percentage of Gross NPAs to total exposure in that sector
1. Agriculture and Allied Activities	630.16	21.95	3.48%	724.69	38.56	5.32%
2. Industry						
2.1 Micro and Small	8,025.92	333.76	4.16%	11,361.31	346.50	3.05%
2.2 Medium	876.58	-	-	894.69	18.03	2.02%
2.3 Others	311.22	34.75	11.17%	480.85	36.12	7.51%
Total of Industry(2.1 to 2.3)	9,213.72	368.51	4.00%	12,736.85	400.65	3.15%
3. Services						
3.1 Transport Operators	4,935.23	486.98	9.87%	10,184.79	445.49	4.37%
3.2 Computer Software	2.48	-	-	12.89	-	-
3.3 Tourism, Hotel and Restaurants	638.69	15.19	2.38%	760.77	5.99	0.79%
3.4 Professional Services	7,416.72	31.75	0.43%	4,103.62	31.76	0.77%
3.5 Wholesale Trade (other than Food Procurement)	753.87	60.87	8.07%	821.42	26.47	3.22%
3.6 Retail Trade	12,239.43	669.56	5.47%	13,821.84	370.02	2.68%
3.7 NBFCs	1,277.74	-	-	32.86	-	-
3.8 Commercial real estate & Other Services	**39,131.35**	**538.51**	**1.38%**	**23,022.58**	**494.18**	**2.15%**
Total of Services (3.1 to 3.8)	66,395.51	1,802.87	2.72%	52,760.77	1,373.92	2.60%
3.a Micro and Small	34,952.71	1,251.87	3.58%	38,033.19	1,226.01	3.22%
3.b Medium	4,271.00	-	-	2,492.96	-	-
3.c Large	6,447.55	-	-	2,993.48	-	-
3.d Others, if any, Please specify	20,724.25	550.99	2.66%	9,241.14	147.90	1.60%
4. Personal Loans						
4.1 Advances to Individuals against Shares, Bonds	-	-	-	-	-	-
4.2 Others	1,502.44	1.35	0.09%	2,790.10	-	-
Total of Personal Loans (4 .1 to 4.2)	1,502.44	1.35	0.09%	2,790.10	-	-
Total	**77,741.83**	**2,194.68**	**2.82%**	**69,012.41**	**1,813.13**	**2.63%**

The above information is provided as per MIS/reports generated available for internal reporting purpose which include certain estimates and assumption. The same has been relied upon by auditors.

d. Intra-group exposures

i. Total amount of intra-group exposures of Rs 11.37 lakhs in FY 2025-26 & Rs 32.84 lakhs in FY 2024-25.
ii. Total amount of top 20 intra-group exposures

(Rs. In Lakhs)

Advances	As at March 31, 2026	As at March 31, 2025
Choice Consultancy Services Private Limited	-	0.05
Choice Equity Broking Private Limited	11.37	
Choice Connect Private Limited	-	30.75
Choice International Limited	-	2.04
Total	**11.37**	**32.84**

iii. Percentage of intra-group exposures to total exposure of the NBFC: **0.01%** **0.05%**

Note: The prescribed exposure limit of credit and investment concentration of single party and single group of parties has not exceeded during the year 2025-26 & 2024-25.

43. Disclosure pursuant to RBI notification notification no. RBI/DOR/2025-26/352 DOR.STR.REC.271/21.04.048 /2025-26 dated November 28, 2025 - Reserve Bank of India (Non-Banking Financial Companies – Transfer and Distribution of Credit Risk) Directions, 2025.

a. Details of loans (not in default) transferred through assignment:

The company has not undertaken any assignment transactions during the year ended March 31, 2026 (P.Y. 1 transactions)

(Rs. In Lakhs)

Sr. No.	Particulars	As at March 31, 2026	As at March 31, 2025
i.	No. of accounts	-	270
ii.	Aggregate value (net of provisions) of accounts sold	-	1284.42
iii.	Aggregate consideration	-	1284.42
iv.	Additional consideration realized in respect of accounts transferred in earlier years	-	-
v.	Aggregate gain/(loss) over net book value	-	-
vi.	Weighted Average Maturity (Remaining)	-	5.88 Years
vii.	Weighted Average Holding (After Origination)	-	17.57 Months
viii.	Retention of Beneficial Economic Interest (Average)	-	10%
ix.	Coverage of Tangible Security Coverage	-	100%
x.	Rating wise Distribution of rated Loans Unrated Unrated	-	Unrated
xi.	No. of Instances(Transactions) where transferor has agreed to replace the transferred loans	-	NIL
xii.	No of Transferred Loans Replaced or paid damages rising out of any representation or warranty	-	NIL

b. Details of loans (not in default) acquired through assignment

The company has undertaken 1 assignment transactions during the year ended March 31, 2026 (P.Y NIL transactions). Details are given below:

(Rs. In Lakhs)

Sr. No.	Particulars	As at March 31, 2026	As at March 31, 2025
i.	No. of accounts	128.00	-
ii.	Aggregate value (net of provisions) of accounts acquired	867.48	-
iii.	Aggregate consideration	867.48	-
iv.	Additional consideration realized in respect of accounts acquired in earlier years	-	-
v.	Aggregate gain/(loss) over net book value	-	-
vi.	Weighted Average Maturity (Remaining) - in months	13.38	-
vii.	Weighted Average Holding (After Origination) - in months	65.86	-
viii.	Retention of Beneficial Economic Interest (Average)	10%	-
ix.	Coverage of Tangible Security Coverage	100%	-
x.	Rating wise Distribution of rated Loans Unrated Unrated	Unrated	-
xi.	No. of Instances(Transactions) where transferor has agreed to replace the transferred loans	NA	-
xii.	No of Transferred Loans Replaced or paid damages rising out of any representation or warranty	NA	-

c. Details of stressed loans transferred during the year to the ARC

(Rs. In Lakhs)

Sr. No.	Particulars	31-03-2026		31-03-2025	
		NPA	SMA	NPA	SMA
1	No: of accounts	644	42	197	-
2	Aggregate principal outstanding of loans transferred	2,400.99	182.64	874.51	-
3	Weighted average residual tenor of the loans transferred	More than 2 year	More than 2 year	Less than 2 year	-
4	Net book value of loans transferred (at the time of transfer)	1,953.73	176.29	719.81	-
5	Aggregate consideration	1,808.83		437.00	-
6	Additional consideration realized in respect of accounts transferred in earlier years	-	-	-	-

d. Details of stressed loans transferred during the year other than the ARC

(Rs. In Lakhs)

Sr. No.	Particulars	31-03-2026		31-03-2025	
		NPA	SMA	NPA	SMA
1	No: of accounts	282	35	442	-
2	Aggregate principal outstanding of loans transferred	1,277.03	142.97	1,521.34	-
3	Weighted average residual tenor of the loans transferred	More than 2 year	More than 2 year	More than 2 year	-
4	Net book value of loans transferred (at the time of transfer)	739.02	131.78	456.40	-
5	Aggregate consideration	710.00		456.40	-
6	Additional consideration realized in respect of accounts transferred in earlier years	-	-	-	-

Impairment loss on loan for the year ended March 31, 2026 Rs 484.52 lakhs and March 31, 2025: 282.78 lakhs charged through Profit & Loss.

The Company has not reversed any amount of provision in Statement of Profit and Loss (including other comprehensive income) on account of sale of stressed loans.

44. Details of ratings of SRs outstanding

(Rs. In Lakhs)

Rating	Recovery Rating	Rating Agency	Recovery Rating	As at March 31, 2026	As at March 31, 2025
				Gross Value of outstanding SRs*	Gross Value of outstanding SRs
Security Receipts ACRE ARC Trust 179	More than 100% and upto 150%	India Rating & Research*	IND RRR1	1,169.00	-
Security Receipts RARE ARC Trust 071	More than 100% and upto 150%	Infomerics Ratings**	IVR RR 1 [IVR Double ROne]	406.00	410.00

*Gross Value of Outstanding SRs as on February 28, 2025.
**Gross Value of Outstanding SRs as on December 31, 2025.

45.

a. Disclosure of restructured accounts as required by the NBFC Master Directions issued by RBI as at 31 March 2026*

(Rs. In Lakhs)

Type of Restructuring-Others		Standard	Sub-Standard	Doubtful	Loss	Total
Restructured accounts as on 1.04.2025	No. of borrowers	-	3.00	-	-	3.00
	Amount outstanding	-	33.80	-	-	33.80
Fresh restructuring during the year	No. of borrowers	-	-	-	-	-
	Amount outstanding	-	-	-	-	-
Upgradations to restructured standard category during the FY	No. of borrowers	-	-	-	-	-
	Amount outstanding	-	-	-	-	-
Downgradations to restructured standard category during the FY	No. of borrowers	-	-	-	-	-
	Amount outstanding	-	-	-	-	-
Write-offs/Settlements/Recoveries/ Transfer of restructured accounts during the FY	No. of borrowers	-	3.00	-	-	3.00
	Amount outstanding	-	33.80	-	-	33.80
Restructured accounts as on 31.03.2026	No. of borrowers	-	-	-	-	-
	Amount outstanding	-	-	-	-	-

b. Disclosure of restructured accounts as required by the NBFC Master Directions issued by RBI as at 31 March 2025*

(Rs. In Lakhs)

Type of Restructuring-Others		Standard	Sub-Standard	Doubtful	Loss	Total
Restructured accounts as on 1.04.2024	No. of borrowers	-	3.00	-	-	3.00
	Amount outstanding	-	33.80	-	-	33.80
Fresh restructuring during the year	No. of borrowers	-	-	-	-	-
	Amount outstanding	-	-	-	-	-
Upgradations to restructured standard category during the FY	No. of borrowers	-	-	-	-	-
	Amount outstanding	-	-	-	-	-
Downgradations to restructured standard category during the FY	No. of borrowers	-	-	-	-	-
	Amount outstanding	-	-	-	-	-
Write-offs/Settlements/Recoveries/ Transfer of restructured accounts during the FY	No. of borrowers	-	3.00	-	-	3.00
	Amount outstanding	-	33.80	-	-	33.80
Restructured accounts as on 31.03.2025	No. of borrowers	-	-	-	-	-
	Amount outstanding	-	-	-	-	-

*The above information is provided as per MIS/reports generated available for internal reporting purpose which include certain estimates and assumption. The same has been relied upon by auditors.

c. Disclosure pursuant to RBI notification - RBI/DOR/2025-26/353 DOR.STR.REC.272/21.04.177/2025-26 dated November 28, 2025:

Details of securitisation transactionss

(Rs. In Lakhs)

Sr. No.	Particulars	No./amount As at March 31, 2026	As at March 31, 2025
i.	No of SPE sponsored by the NBFC (originator) for securitization transactions	2	2
ii.	Total amount of securitized assets as per books of the SPVs sponsored by the NBFC(originator)	951.62	1,763.99
iii.	Total amount of exposures retained by the NBFC to comply with MRR as on the date of balance sheet		
	a) Off-balance sheet exposures	-	-
	• First loss	-	-
	• Others	-	-
	b) On-balance sheet exposures		
	• First loss (in the form of term deposit)	152.23	152.23
	• *Others	403.59	403.59
iv.	Amount of exposures to securitisation transactions other than MRR	-	-
	a) Off-balance sheet exposures	-	-
	i) Exposure to own securitisations	-	-
	• First loss	-	-
	• Others	-	-
	ii) Exposure to third party securitisations	-	-
	• First loss	-	-
	• Others	-	-
	b) On-balance sheet exposures	-	-
	i) Exposure to own securitisations	-	-
	• First loss	-	-
	• Others	-	-
	ii) Exposure to third party securitisations	-	-
	• First loss	-	-
	• Others	-	-
v.	Sale consideration received for the securitised assets and gain/loss on sale on account of securitisation	2,640.98	2,640.98
vi.	Form and quantum (outstanding value) of services provided by way of, liquidity support, post-securitisation asset servicing, etc.	951.62	1,763.99
vii.	Performance of facility provided.	-	-
	Credit enhancement facility		
	Fixed deposit	-	-
	(a) Amount paid	-	-
	(b) Repayment received	-	-
	(c) Outstanding amount	152.23	152.23
		Servicing Agent	**Servicing Agent**
	(a) Amount paid	62.98%	36.21%
	(b) Repayment received	71.00%	45.18%
	(c) Outstanding amount	8.02%	8.97%
viii.	Average default rate of portfolios observed in the past. Please provide breakup separately for each asset class i.e. RMBS, Vehicle Loans etc.	-	-
ix.	Amount and number of additional/top up loan given on same underlying asset. Please provide breakup separately for each asset class i.e. RMBS, Vehicle Loans etc.	-	-
x.	Investor complaints (a) Directly/Indirectly received and; (b) Complaints outstanding	-	-

* MRR including securitization investments

46. Disclosure pursuant to RBI notification notification no. RBI/DOR/2025-26/359 DOR.ACC.REC. No.278/21.04.018/2025-26 dated November 28, 2025- Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025.

MOVEMENT OF NPAs

(Rs. In Lakhs)

	Particulars	As at March 31, 2026	As at March 31, 2025
i.	**Net NPA to Net Advances (%)**	1.94%	1.84%
ii.	**Movement of NPAs (Gross)**		
	(a) Opening balance	1,813.13	960.12
	(b) Addition during the year	1,669.95	1,781.50
	(c) Reduction during the year	1,288.40	928.49
	(d) Closing balance	2,194.68	1,813.13
iii.	**Movement to NPA (Net NPA)**		
	(a) Opening balance	1,259.73	674.61
	(b) Addition during the year	1,117.24	1,234.47
	(c) Reduction during the year	885.52	649.34
	(d) Closing balance	1,491.45	1,259.74
iv.	**Movement of provisions for NPAs (excluding provisions on standard assets)**		
	(a) Opening balance	553.40	285.51
	(b) Provisions made during the year	552.71	547.04
	(c) Write-off/write-back of excess provisions	402.88	279.15
	(d) Closing balance	703.23	553.40

47. Disclosure pursuant to RBI notification - RBI/DOR/2025-26/347 DOR.CRE.REC.No. /07-01-008/2025-26 dated November 28, 2025: Reserve Bank of India (Non-Banking Financial Companies– Credit Facilities) Directions, 2025

***Disclosure related to project finance**

(Rs. In Lakhs)

	Particulars	As at March 31, 2026	
	Item Description	**Number of accounts**	**Total outstanding**
1.	Projects under implementation accounts at the beginning of the year.	-	-
2.	Projects under implementation accounts sanctioned during the year.	5.00	1,698.50
3.	Projects under implementation accounts where DCCO has been achieved during the year	-	-
4.	"Projects under implementation accounts at the end of the year (1+2-3) "	5.00	1,698.50
5.	Out of '4' – accounts in respect of which resolution process involving extension in original / extended DCCO, as the case may be, has been invoked.	-	-
	5.1. Out of '5' – accounts in respect of which Resolution plan has been implemented.	-	-
	5.2. Out of '5' – accounts in respect of which Resolution plan is under implementation.	-	-
	5.3.Out of '5' – accounts in respect of which Resolution plan has failed	-	-
6.	Out of '5', accounts in respect of which resolution process involving extension in original / extended DCCO, as the case may be, has been invoked due to change in scope and size of the project	-	-
7.	Out of '5', account in respect of which cost overrun associated with extension in original / extended DCCO, as the case may be, was funded	-	-
	7.1. Out of '7', accounts where SBCF was sanctioned during financial closure and renewed continuously	-	-
8.	Out of '4' – accounts in respect of which resolution process not involving extension in original / extended DCCO, as the case may be, has been invoked.	-	-
	8.1. Out of '8' – accounts in respect of which Resolution plan has been implemented.	-	-
	8.2 .Out of '8' – accounts in respect of which Resolution plan is under implementation.	-	-
	8.3. Out of '8' – accounts in respect of which Resolution plan has failed.	-	-

Note : No exposure to project finance in FY 2024-25

48. Disclosure pursuant to RBI notification notification no. RBI/DOR/2025-26/359 DOR.ACC.REC.No.278/21.04.018/2025-26 dated November 28, 2025- Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025.

Details Of Impairment Loss Allowance Reserve

a. As at March 31, 2026

(Rs. In Lakhs)

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms*
Performing Assets						
Standard	Stage 1	69,283.85	618.15	68,665.70	307.65	310.49
	Stage 2	6,263.30	300.48	5,962.82	25.35	275.14
Subtotal		75,547.15	918.63	74,628.52	333.00	585.63
Non-Performing Assets (NPA)						
Substandard						
	Stage 1	11.78	3.95	7.83	1.19	2.75
	Stage 2	29.80	10.43	19.37	2.99	7.44
	Stage 3	1,668.71	559.14	1,109.57	167.59	391.56
Doubtful						
Up to 1 year	Stage 3	452.65	123.36	329.29	352.33	(228.97)
1 to 3 years	Stage 3	31.74	6.35	25.39	9.53	(3.18)
More than 3 years	Stage 3	-	-	-	-	-
Subtotal for doubtful		484.39	129.71	354.68	361.86	(232.15)
Loss	Stage 3	-	-	-	-	-
Subtotal for NPA		2,194.68	703.23	1,491.45	533.63	169.60
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Subtotal						
Total		**77,741.83**	**1,621.86**	**76,119.97**	**866.63**	**755.23**

*The impairment allowance under Ind AS 109 made by the Company exceeds the total provision required under IRACP (including standard assets provisioning), as at March 31, 2026 and accordingly, no amount is required to be transferred to impairment reserve.

b. As at March 31, 2025

(Rs. In Lakhs)

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms*
Performing Assets	Stage 1	63,468.78	534.42		255.56	278.86
Standard	Stage 2	3,730.50	166.75		15.01	151.74
		67,199.28	701.17	-	270.57	430.60
Subtotal						
Non-Performing Assets (NPA)						
Substandard						
	Stage 1	45.71	0.78		4.65	(3.87)
	Stage 2	71.55	4.46		7.63	(3.17)
	Stage 3	1,664.11	541.81		184.03	357.78
Doubtful						
Up to 1 year	Stage 3	31.76	6.35		6.35	-
1 to 3 years	Stage 3					-
More than 3 years	Stage 3	-	-	-	-	-
Subtotal for doubtful		31.76	6.35	-	6.35	-
Loss	Stage 3	-	-		-	-
Subtotal for NPA		1,813.13	553.40	-	202.66	350.74
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms						
	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
Subtotal	Stage 3	-	-	-	-	-
Total		**69,012.41**	**1,254.57**	**-**	**473.23**	**781.34**

*The impairment allowance under Ind AS 109 made by the Company exceeds the total provision required under IRACP (including standard assets provisioning), as at March 31, 2025 and accordingly, no amount is required to be transferred to impairment reserve.

49.Tax expenses

A. Amounts recognized in statement of profit and loss

(Rs. In Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Current tax expense/ (Income)		
Current year income tax charge	447.68	185.46
Earlier year	(1.66)	(0.30)
Total Current Tax Expense (A)	**446.02**	**185.16**
Origination and reversal of temporary differences	(68.98)	447.90
Deferred tax (asset) / liability to expense / (Income) (B)	**(68.98)**	**447.90**
Total Income Tax Expense (A+B)	**377.04**	**633.06**

B. Amounts recognized in other comprehensive income

(Rs. In Lakhs)

Particulars	For the year ended March 31, 2026			For the year ended March 31, 2025		
	Before Tax	Tax (expense)/ benefit	Net of Tax	Before Tax	Tax (expense)/ benefit	Net of Tax
Items that will not be reclassified to profit or (loss)						
Remeasurements of the defined benefit plans	28.43	(7.16)	21.27	42.44	(10.68)	31.76

c. Reconciliation of effective tax rate

(Rs. In Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Profit before tax as per statement of profit and loss	1,562.03	1,192.93
Tax expense at statutory Income Tax rate of 25.168 %	393.13	300.24
Tax effect of adjustments to reconcile expected income tax expense		
Corporate Social responsibility expenses not allowable for tax purpose	11.65	21.00
Others	(26.08)	312.12
Adjustment of tax relating to earlier periods	(1.66)	(0.30)
Tax at effective Income Tax rate of 24.60% (P.Y. 53.96%) (a)	**377.04**	**633.06**
Tax on Other comprehensive income (b)	7.16	10.68
Tax at effective Income Tax rate of 24.60% (P.Y. 53.96%) (a+b)	**384.20**	**643.74**

The Company has elected to exercise the option permitted under section 115BAA of the income-tax act, 1961, as introduced by the taxation laws (amendment) ordinance, 2019.

50. Movement in deferred tax balances

(Rs. In Lakhs)

Particulars	Net Balance March 31,2025	DTA/(DTL) arise during the year	Recognized in profit or loss	Recognized in OCI	Net balance March 31, 2026
Tax effect of items constituting deferred tax assets					
Provision for employee benefit	16.93	-	13.90	-	30.83
Impairment on financial instruments	315.75	-	55.59	-	371.34
Deferred processing fee on loan assets	119.67	-	41.36	-	161.03
Total (A)	452.35	-	110.86	-	563.20
Tax effect of items constituting deferred tax liabilities					
Difference between book balance and tax balance of property, plant and equipment	21.20	-	5.59	-	26.79
Upfront interest income on assignment transaction	31.62	-	(20.06)	-	11.56
Fair Value adjustment of borrowing	23.00	-	13.36	-	36.36
Unamortised processing fees on borrowing	37.88	-	35.84	-	73.71
Employee benefit	11.46	-	-	7.16	18.62
Total (B)	**125.17**	**-**	**34.72**	**7.16**	**167.04**
Deferred tax assets (net) (A-B)	**327.18**	**-**	**76.14**	**(7.16)**	**396.16**

(Rs. In Lakhs)

Particulars	Net Balance March 31,2025	DTA/(DTL) arise during the year	Recognized in profit or loss	Recognized in OCI	Net Balance March 31,2024
Tax effect of items constituting deferred tax assets					
Provision for employee benefit	11.07	-	5.86	-	16.93
Impairment on financial instruments	172.22	-	143.53	-	315.75
Deferred processing fee on loan assets	69.21	-	50.46	-	119.67
DTA arise during a Business transfer agreement	-	573.00	(573.00)		-
Total (A)	252.50	573.00	(373.15)	-	452.35
Tax effect of items constituting deferred tax liabilities					
Difference between book balance and tax balance of property, plant and equipment	4.79	-	16.41	-	21.20
DTA at the time of Business Transfer		**-**	**-**		**-**
Upfront interest income on assignment transaction	9.49	-	22.14	-	31.62
Fair Value adjustment of borrowing	-	-	23.00	-	23.00
Unamortised processing fees on borrowing	35.36	-	2.52	-	37.88
Employee benefit	0.78	-	-	10.68	11.46
Total (B)	**50.42**	**-**	**64.07**	**10.68**	**125.17**
Deferred tax assets (net) (A-B)	**202.08**	**573.00**	**(437.22)**	**(10.68)**	**327.18**

51. Disclosure of complaints

(Rs. In Lakhs)

Sr. No.	Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
	Complaints received by the NBFC from its customers		
1.	Number of complaints pending at beginning of the year	-	-
2.	Number of complaints received during the year	39	19
3	Number of complaints disposed during the year	35	19
	3.1) Of which, number of complaints rejected by the NBFC	-	-
4	Number of complaints pending at the end of the year	4	-
	Maintainable complaints received by the NBFC from Office of Ombudsman		
5.*	Number of maintainable complaints received by the NBFC from Office of Ombudsman	8	-
	5.1) Of 5, number of complaints resolved in favour of the NBFC by Office of Ombudsman	6	-
	5.2) Of 5, number of complaints resolved through conciliation/ mediation/advisories issued by Office of Ombudsman	-	-
	5.3) Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the NBFC	-	-
6.*	Number of Awards unimplemented within the stipulated time (other than those appealed)	-	-

Note: Maintainable complaints refer to complaints on the grounds specifically mentioned in 'Reserve Bank - Integrated Ombudsman Scheme, 2021' (Previously 'The Ombudsman Scheme for Non-Banking Financial Companies, 2018') and covered within the ambit of the Scheme.

52. Top five grounds of complaints received by the NBFC from customers

(Rs. In Lakhs)

Sr. No.	Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the Year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
	1	**2**	**3**	**4**	**5**	**6**
	March 31, 2026					
1	CIBIL related query	-	23	2200%	1	-
2	Tenure issue	-	-	-	-	-
3	Staff behaviour	-	-	-	-	-
4	ROI Issue	-	-	-	-	-
5	**Loan amount/ Charges related***	**-**	**15**	**25%**	**3**	**1**
6	Others	-	1	-83%	-	-
	Total	**-**	**39**	**105%**	**4**	**1**
	March 31, 2025					
1	CIBIL related query	-	1	-50%	-	-
2	Tenure issue	-	-	-	-	-
3	Staff behaviour	-	-	-	-	-
4	ROI Issue	-	-	-	-	-
5	Loan amount/Charges related*	-	12	-76%	-	-
6	Others	-	6	50%	-	-
	Total	**-**	**19**	**-68%**	**-**	**-**

53. Public Disclosure on Liquidity Risk - As at March 31, 2026

Disclosure on liquidity risk as prepared in accordance with the requirements of the Reserve Bank of India (Non-Banking Financial Companies – Asset Liability Management) Directions, 2025, read with the Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025, issued on November 28, 2025.

A. Funding Concentration based on Significant Counterparty

(Rs. In Lakhs)

For the year ended March 31, 2026				For the year ended March 31, 2025			
Number of Significant Counterparties	(Rs in lakhs)	% of Total Deposits	% of Total Liabilities	Number of Significant Counterparties	(Rs in lakhs)	% of Total Deposits	% of Total Liabilities
27	54,953.86	NA	91.15%	25	45,412.71	NA	80.51%

B. Top 20 Large Deposits (amount in Rs. lakhs and % of Total Deposits)

C. Top 10 Borrowings

(Rs. In Lakhs)

Particulars Amount	As at March 31, 2026	As at March 31, 2025
Total Value of top 10 Borrowings	33,188.86	29,779.63
% of Total Borrowings	57.21%	61.03%

D. Funding Concentration based on Significant Instrument/Product

(Rs. In Lakhs)

Sr. No.	Name of the Instrument/ Product	As at March 31, 2026		As at March 31, 2025	
	Amount	(Rs in lakhs)	% of Total Liabilities	(Rs in lakhs)	% of Total Liabilities
1	Term Loans	41,966.00	69.60%	39,779.47	70.53%
2	Working Capital/ Overdraft facilities	-	-	-	-
3	Commercial Papers	-	-	-	-
4	Non Convertible debentures	15,694.25	26.03%	3,103.33	5.50%
5	Inter corporate deposits	-	-	-	-
6	Associated Liabilities Under Securitisation	-	-	1,370.15	2.43%
7	Other Loan	-	-	4,446.92	7.88%
	Total	**57,660.25**	**95.63%**	**48,699.86**	**86.34%**

E. Stock Ratios

(Rs. In Lakhs)

Sr. No.	Particulars	As at March 31, 2026	As at March 31, 2025
	Name of the Instrument/Product	**%**	**%**
1	a. Commercial Papers as a % of Total Public Funds	-	-
	b.Commercial Papers as a % of Total Liabilities	-	-
	c.Commercial Papers as a % of Total Assets	-	-
2	a.Non-Convertible Debentures (original maturity of less than one year) as a % of Total Public Funds	-	-
	b. Non-Convertible Debentures (original maturity of less than one year) as a % of Total Liabilities	-	-
	c. Non-Convertible Debentures (original maturity of less than one year) as a % of Total Assets	-	-
3	a. Other Short-Term Liabilities as a % of Total Public Funds	42.51%	60.26%
	b.Other Short-Term Liabilities as a % of Total Liabilities	40.91%	52.13%
	c.Other Short-Term Liabilities as a % of Total Assets	23.05%	32.01%

F. Institutional set-up for Liquidity Risk Management

The Board has the overall responsibility for management of liquidity risk. The Board decides the strategy, policies and procedures to manage liquidity risk in accordance with the liquidity risk tolerance/limits approved by it. The Risk Management Committee (RMC), which is a committee of the Board, is responsible for evaluating the overall risks including liquidity risk. The meetings of RMC are held at regular intervals. The Asset Liability Management Committee (ALCO) is responsible for ensuring adherence to the risk tolerance/limits set by the Board as well as implementing the liquidity risk management strategy. The role of the ALCO with respect to liquidity risk includes, inter alia, decision on desired maturity profile and mix of incremental assets and liabilities, responsibilities and controls for managing liquidity risk, and overseeing the liquidity positions at an entity level. The minutes of ALCO meetings are placed before the RMC during its regular meetings for its noting.

Notes:

1. Significant counterparty is "Significant counterparty" is defined as a single counterparty or group of connected or affiliated counterparties accounting in aggregate for more than 1% of the total liabilities.
2. Significant instrument/product is "significant instrument/product" is defined as a single instrument/product of group of similar instruments/products which in aggregate amount to more than 1% of the total liabilities.
3. Total Borrowing has been computed as comprising of Debt Securities, Borrowings and Interest accrued on these borrowings.
4. Public Funds includes funds raised either directly or indirectly through public deposits, inter-corporate deposits, bank finance and all funds received from outside sources such as funds raised by issue of Commercial Papers, debentures etc. but excludes funds raised by issue of instruments compulsorily convertible into equity shares within a period not exceeding five years from the date of issue. Public funds, for the company is same as Total Borrowings.
5. Other Short term liabilities include all liabilities which are payable within a period of 1 year. Other Short-term Liabilities has been computed as Total Short-term Liabilities less Commercial paper less Non-convertible debentures (Original maturity of less than one year).
6. Total liabilities has been computed as sum of all liabilities (balance sheet figure) less equities and reserves/surplus.

54. Maturity Analysis as at March 31, 2026 and March 31, 2025

The table below shows an analysis of each line item of asset and liabilities according to be when they are expected to be recovered or settled(within 12 month or beyond)

(Rs. In Lakhs)

Particulars	As at March 31, 2026			As at March 31, 2025		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
Assets						
Financial Assets						
Cash & Cash Equivalents	9,176.87	-	9,176.87	5,885.81	-	5,885.81
Bank balance other than cash and cash equivalents	4,604.90	591.56	5,196.47	3,989.03	1,466.01	5,455.04
Loans	36,369.25	39,750.73	76,119.97	28,167.06	39,590.78	67,757.84
Investments	4,722.26	2,757.61	7,479.86	2,504.06	346.31	2,850.37
Other Financial Assets	421.81	156.28	578.09	894.11	90.93	985.04
Non Financial Assets						
Current Tax Assets (Net)	306.88	-	306.88	244.33	-	244.33
Deferred Tax Assets (Net)	-	396.16	396.16		327.18	327.18
Property, Plant & Equipment	-	441.98	441.98		568.98	568.98
Right of Use Assets	112.38	238.17	350.55	247.93	692.61	940.54
Intangible assets under development	-	762.98	762.98	-	627.70	627.70
Intangible assets	-	668.27	668.27	-	747.98	747.98
Goodwill	-	5,406.31	5,406.31	-	5,406.31	5,406.31
Other Non Financial Asset	0.35	194.60	194.95	0.23	140.73	140.96
Total - Asset	**55,714.69**	**51,364.65**	**1,07,079.34**	**41,932.56**	**50,005.51**	**91,938.08**

Liabilities						
Financial Liabilities						
Payables						
Trade Payables						
(i) Total Outstanding dues of micro enterprises, and small enterprises	26.03	-	26.03	2.25	-	2.25
(ii) Total Outstanding dues of creditors other than micro enterprises and small enterprises	525.59	-	525.59	365.84	-	365.84
Debt Securities	2,362.31	13,331.94	15,694.25	416.90	2,686.43	3,103.33
Borrowings (Other than Debt Securities)	20,729.95	21,590.55	42,320.50	22,508.58	23,182.74	45,691.32
Lease Liability	125.70	248.69	374.39	204.59	815.91	1,020.50
Other Financial Liabilities	756.59	381.51	1,138.10	5,678.97	247.11	5,926.08
Non Financial Liabilities						
Provisions	46.59	75.90	122.50	84.88	65.38	150.26
Other Non - Financial Liabilities	91.22	-	91.22	143.48	-	143.48
Equity						
Equity Share Capital	-	10,275.00	10,275.00	-	9,353.54	9,353.54
Other Equity	-	36,511.76	36,511.76	-	26,181.48	26,181.48
Total - Liabilities and Equity	**24,663.99**	**82,415.35**	**1,07,079.34**	**29,405.48**	**62,532.59**	**91,938.08**

55. Presentation of Schedule to the Balance Sheet as prescribed in Annex 1 of Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025, issued on November 28, 2025.

(Rs. In Lakhs)

Liabilities side	As at March 31, 2026		As at March 31, 2025	
	Amount Outstanding	Amount Overdue	Amount Outstanding	Amount Overdue
1. Loans & advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid:				
(a) Debentures Secured (net of unamortised borrowing cost)	15,694.25	-	3,103.33	-
Unsecured	-	-		
(other than falling within the meaning of public deposits*)				
(b) Deferred credits	-	-	-	-
(c) Term loans (net of unamortised borrowing cost)	41,966.00	-	44,226.38	-
(d) Inter-corporate loans and borrowing	-	-	-	-
(e) Commercial paper	-	-	-	-
(f) Public Deposits	-	-	-	-
(g) Other loans (specify nature)			-	-
Bank overdraft	-	-	94.78	-
Liabilities in respect of securitised transactions (net of unamortised borrowing cost)	354.50	-	1,370.15	-
Total	**58,014.75**	**-**	**48,794.65**	**-**

As defined in the Reserve Bank of India (Non-Banking Financial Companies – Acceptance of Public Deposits) Directions, 2025.

(Rs. In Lakhs)

	As at March 31, 2026		As at March 31, 2025	
	Amount Outstanding	Amount Overdue	Amount Outstanding	Amount Overdue
2. Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid) :				
(a) In the form of Unsecured debentures	-	-	-	-
(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security (c) Other public deposits	-	-	-	-
Total	**-**	**-**	**-**	**-**

(Rs. In Lakhs)

	As at March 31, 2026	As at March 31, 2025
	Amount Outstanding	Amount Outstanding
3. Break-up of loans and advances including bills receivables (other than those included in (4) below):		
(a) Secured	52,155.80	50,171.03
(b) Unsecured	25,586.03	18,841.38
Total	**77,741.83**	**69,012.42**

(Rs. In Lakhs)

	As at March 31, 2026	As at March 31, 2025
	Amount Outstanding	Amount Outstanding
4. Break-up of leased assets and stock on hire and other assets counting towards Assets Financing Activities:		
i. Lease assets including lease rentals under sundry debtors:		
a. Financial lease	-	-
b. Operating lease	-	-
ii. Stock on hire including hire charges under sundry debtors:		
a. Assets on hire	-	
b. Repossessed assets	-	
iii. Other loans counting towards Assets Financing Activities		
a. Loans where assets have been repossessed	-	-
b. Loans other than (a) above	-	-

(Rs. In Lakhs)

		As at March 31, 2026	As at March 31, 2025
		Amount Outstanding	Amount Outstanding
5.	**Break-up of investments -**		
	Current investments		
1.	Quoted		
	i. Shares a. Equity	-	-
	b. Preference	-	-
	ii. Debentures and bonds	-	-
	iii. Units of mutual funds	-	-
	iv. Government securities	-	-
	v. Others (please specify)		
2.	Unquoted		
	i. Shares a. Equity	-	-
	b. Preference	-	-
	ii. Debentures and bonds	-	-
	iii. Units of mutual funds	-	2,504.06
	iv. Government securities	-	-
	v. Others (please specify)	-	-
	Long term investments		
1.	Quoted		
	i. Shares a. Equity	-	-
	b. Preference	-	-
	ii. Debentures and bonds	4,722.24	-
	iii. Units of mutual funds	-	-
	iv. Government securities	-	-
	v. Others (please specify)	-	
2.	Unquoted		
	i. Shares a. Equity	-	-
	b. Preference	-	-
	ii. Debentures and bonds	-	-
	iii. Units of mutual funds	-	-
	iv. Government securities	-	
	v. Others (please specify)	2,757.62	346.31

* excluding Investments in Pass Through Certificates under securitisation transactions.

6. Borrower group-wise classification of assets financed as in (3) and (4) above:

(Rs. In Lakhs)

	Category	As at March 31, 2026			As at March 31, 2025		
		Amount net of provisions*			Amount net of provisions*		
		Secured	Unsecured	Total	Secured	Unsecured	Total
1.	**Related parties**						
	a. Subsidiaries	-	-	-	-	-	-
	b. Companies in the same group	-	-	-	-	-	-
	c. Other related parties	-	-	-	-	-	-
2.	Other than related parties*	50,951.72	25,168.25	76,119.97	49,133.48	18,624.36	67,757.84
	Total	50,951.72	25,168.25	76,119.97	49,133.48	18,624.36	67,757.84

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

(Rs. In Lakhs)

	Category	As at March 31, 2026		As at March 31, 2025	
		Market value / Break-up or fair value or NAV	Book value (Net of provisions)	Market value / Break-up or fair value or NAV	Book value (Net of provisions)
1.	**Related parties**			-	-
	a. Subsidiaries	-	-	-	-
	b. Companies in the same group	-	-	-	-
	c. Other related parties	-	-	-	-
2.	Other than related parties*	7,479.85	7,506.02	2,850.37	2,846.31
	Total	**7,479.85**	**7,506.02**	**2,850.37**	**2,846.31**

8. Other information

(Rs. In Lakhs)

	Particulars	As at March 31, 2026	As at March 31, 2025
i.	**Gross non-performing assets**		
	a. Related parties	-	-
	b. Other than related parties	2,194.68	1,813.13
ii.	Net non-performing assets		
	a. Related parties	-	-
	b. Other than related parties	1,491.45	1,259.74
iii.	Assets acquired in satisfaction of debt	-	-

56. Contingent Liabilities and Capital Commitments

(Rs. In Lakhs)

Sr. No.	Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
	Contingent Liabilities:		
	Claims against the company not acknowledged as debt		
	- Indirect tax matter *	24.16	-
	- Direct tax matter**	1,036.70	-
	Bill Discounted & Outstanding	-	-
	Guarantee and Letter of Credit issued by banker on behalf of the Company (including guarantee given by the Company)	-	-
	Capital commitments :		
	Estimated amount of the contract to be executed on capital account	-	-
	Total	1,060.86	-

* Notice U/ S 61 has been issued by State Tax Officer of Maharashtra goods and service tax department, Mumbai for the Financial Year 2023-24 for excess claim of input tax credit of GST.

** The Office Of The Deputy Commissioner Of Income Tax Central Circle 6(4), Mumbai has issued the following Demand notices:

(Rs. In Lakhs)

Sr. No.	Order dated U/S 156	Assessment Year	Amount
	05-01-2026	2021-22	104.65
	28-02-2026	2022-23	302.73
	27-02-2026	2023-24	629.32

57. As per "Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2025, the Company is required to maintain a capital ratio consisting of Tier I and Tier II capital which shall not be less than 15% of its aggregate risk weighted assets on-balance sheet and of risk adjusted value of off-balance sheet items. Out of this, Tier I capital shall not be less than 10%."

Further, this Disclosure is made as per Reserve Bank of India (Non-Banking Financial Companies – Financial Statements:

Presentation and Disclosures) Directions, 2025. issued on November 28, 2025.

Also, the Company regularly monitors the maintenance of prescribed levels of Capital to Risk Weighted Assets Ratio (CRAR).

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025	% Variance	Reason for variance (if above 25%)
i. CRAR (%)	45.83%	36.90%	24.21%	NA
ii. CRAR – Tier 1 capital (%)	45.20%	36.33%	24.41%	NA
iii. CRAR – Tier 2 capital (%)	0.63%	0.57%	11.09%	NA
iv. Amount of subordinated debt raised as Tier- 2 capital	-	-	-	
v. Amount raised by issue of Perpetual Debt Instruments	-	-	-	
vi. Liquidity Coverage Ratio	NA	NA		

CRAR as at March 31, 2026 (P.Y. March 31, 2025) has been determined in accordance with the RBI Master Directions read with RBI notification Reserve Bank of India (Non-Banking Financial Companies – Prudential Norms on Capital Adequacy) Directions, 2025.

58. Investments

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
i. Value of Investments		
i. Gross Value of Investments		
a. In India	7,479.86	2,850.37
b. Outside India	-	-
ii. Provisions for Depreciation		
a. In India	-	-
b. Outside India	-	-
iii. Net Value of Investments		
a. In India	7,479.86	2,850.37
b. Outside India	-	-

(Rs. In Lakhs)

Movement of provisions held towards depreciation on Investments	As at March 31, 2026	As at March 31, 2025
i. Opening Balance	-	-
ii. Add: Provisions made during the year	-	-
iii. Less: Write-off/ write-back of excess provisions	-	-
iv. Closing balance	-	-

59. First-time adoption of Ind AS

a. Transition to Ind AS

These financial statements, for the year ended March 31, 2026, are the first financial statements the Company has prepared in accordance with Ind AS. For years up to and including the year ended March 31, 2025, the Company prepared its financial statements in accordance with accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP or previous GAAP).

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for years ending on March 31, 2026, together with the comparative year data as at end for the year ended March 31, 2025, as described inthe summary of significant accounting policies. In preparing these financial statements, the Company's opening Balance sheet was prepared as at April 1, 2024, the Company's date of transition to Ind AS. This note explains the principal adjustments made by the Company in restating its Indian GAAP financial statements, including the balance sheet as at April 1, 2024 and the financial statements as at end for the year ended March 31, 2025.

Ind AS 101 provides for mandatory exceptions and optional exemptions to the general principles of retrospective application of Ind AS. The Company has made use of the following exceptions and exemptions in preparing its Ind AS opening Balance Sheet.

b. Optional Exemptions availed

Deemed Cost for Property, Plant and Equipment (PPE) and Intangible Assets

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment (including capital work-in-progress) as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities, capital grant if applicable. This exemption can also be used for intangible assets covered by Ind AS 38 Intangible Assets.

Accordingly, the Company has elected to measure all of its property, plant and equipment and intangible assets at their previous GAAP carrying value.

Designation of Previously Recognized Financial Instruments

Ind AS 101 allows an entity to designate investments in equity instruments at FVOCI or FVTPL on the basis of the facts and circumstances at the date of transition to Ind AS.

The company has elected to carry its equity investments at FVTPL.

c. Mandatory exceptions applied

The Company has applied the following exceptions from full retrospective application of Ind AS as mandatorily required under Ind AS 101:

Estimates

An entity's estimates in accordance with Ind AS at the date of transition to Ind AS are consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error. Ind AS estimates as at April 1, 2024 are consistent with the estimates as at the same date made in conformity with previous GAAP. The Company made estimates for following items in accordance with Ind AS at the date of transition as these were not required under Previous GAAP:

- FVPTL / FVOCI – equity and debt instrument
- Impairment of financial assets based on expected credit loss model

The estimates used by the company to present these amounts in accordance with Ind AS reflect conditions as at 1 April 2024, the date of transition to Ind AS and as of 31 March 2025.

De-recognition of financial assets and liabilities

Ind AS 101 requires a first-time adopter to apply the de-recognition provisions of Ind AS 109 prospectively for transactions occurring on or after the date of transition to Ind AS. But, Ind AS 101 allows a first-time adopter to apply the de-recognition requirements in Ind AS 109 retrospectively from a date of the entity's choosing, provided that the information needed to apply Ind AS 109 to financial assets and financial liabilities derecognised as a result of past transactions was obtained at the time of initially accounting for those transactions.

The Company has elected to apply the de-recognition provisions of Ind AS 109 prospectively from the date of transition to Ind AS.

Classification and Measurement of Financial Asset

The Company has determined the classification of financial assets in terms of whether they meet the amortized cost criteria or fair value criteria based on the facts and circumstances that existed as on the transition date.

d. Reconciliations between previous GAAP and Ind AS

Ind AS 101 requires a first-time adopter to reconcile Equity, Total Comprehensive Income, and Cash Flows for prior periods. The following tables represent the detailed reconciliations from Previous GAAP to Ind AS for the respective periods. The presentation and classification requirements under Previous GAAP differ from Ind AS. Accordingly, the Previous GAAP financial information has been regrouped, reclassified, and restated to align with the presentation formats of Ind AS and Division III of Schedule III of the Companies Act, 2013, ensuring ease of reconciliation and direct comparability.

i. Reconciliation to Equity as at April 1, 2024 & March 31, 2025

(Rs. In Lakhs)

Particulars	Notes	March 31, 2026			March 31, 2025		
		Indian GAPP	INDAS Adjustments	INDAS	Indian GAPP	INDAS Adjustments	INDAS
1. Financial Assets							
a. Cash & Cash Equivalents	3	5,885.81	-	5,885.81	7,324.47	-	7,324.47
b. Bank balance other than cash and cash equivalents	4	5,455.04	-	5,455.04	707.69	-	707.69
c. Loans	5	66,270.11	1,487.73	67,757.84	44,381.14	2,305.88	46,687.02
d. Investments	6	3,249.90	(399.52)	2,850.37	403.59	(403.59)	-
e. Other Financial Assets	7	869.90	115.14	985.04	224.23	24.98	249.21
		81,730.76	**1,203.35**	**82,935.10**	**53,041.11**	**1,927.28**	**54,968.39**
2. Non Financial Assets							
a. Current Tax Assets (Net)	8	255.79	(11.46)	244.33	267.16	(0.78)	266.38
b. Deferred Tax Assets (Net)	9	339.25	(12.07)	327.18	117.99	84.09	202.08
c. Property, Plant & Equipment	10	568.98	-	568.98	304.21		304.21
d. Right of Use Assets	11	-	940.54	940.54	-	1,135.42	1,135.42
e. Intangible assets under development	12	627.70	-	627.70	910.52	-	910.52
f. Intangible assets	12	747.98	-	747.98	-	-	-
g. Goodwill	12	5,406.31	-	5,406.31	-	-	-
h. Other Non Financial Asset	13	131.09	9.87	140.96	120.46	12.30	132.76
		8,077.10	**926.88**	**9,003.98**	**1,720.34**	**1,231.04**	**2,951.37**
Total Assets		**89,807.86**	**2,130.22**	**91,938.08**	**54,761.45**	**3,158.31**	**57,919.76**

1. Financial Liabilities							
a. Payables							
I. Trade Payables	14						
i. Total Outstanding dues of micro enterprises, and small enterprises		2.25	-	2.25	14.74	-	14.74
ii. Total Outstanding dues of creditors other than micro enterprises and small enterprises		365.84	-	365.84	351.90	-	351.90
b. Debt Securities	15	3,103.33	-	3,103.33	730.52	-	730.52
c. Borrowings (Other than Debt Securities)	16	44,471.66	1,219.65	45,691.32	29,082.40	2,372.57	31,454.97
d. Lease Liability	17	-	1,020.50	1,020.50	-	1,135.42	1,135.42
e. Other Financial Liabilities	18	6,048.43	(122.35)	5,926.08	1,355.85	(137.63)	1,218.22
		53,991.51	**2,117.81**	**56,109.32**	**31,535.41**	**3,370.36**	**34,905.77**
2. Non Financial Liabilities							
a. Provisions	19	150.26	-	150.26	79.61	-	79.61
b. Other Non - Financial Liabilities	20	143.48	-	143.48	130.46	-	130.46
		293.74	**-**	**293.74**	**210.07**	**-**	**210.07**
3. Equity							
a. Equity Share Capital	21	9,353.54		9,353.54	7,745.09		7,745.09
b. Other Equity	22	26,169.07	12.41	26,181.48	15,270.87	(212.04)	15,058.83
		35,522.61	**12.41**	**35,535.02**	**23,015.96**	**(212.04)**	**22,803.92**
Total Liabilities and Equity		**89,807.85**	**2,130.22**	**91,938.08**	**54,761.44**	**3,158.31**	**57,919.76**

*Borrowings increased to ₹93.04 lakhs in FY 2024–25 due to fair value adjustments arising from the merger of Paisabuddy Finance Private Limited. Consequently, a Deferred Tax Liability (DTL) of ₹23 lakhs was created on the fair value adjustment of borrowings, along with a corresponding increase in goodwill amounting to ₹116.04 lakhs, excluding the Ind AS/IGAAP adjustment amount.

ii. Reconciliation to Profit or Loss for the Year ended March 31, 2025

(Rs. In Lakhs)

Particulars	Notes	March 31, 2025		
		Indian GAPP	INDAS Adjustments	INDAS
Revenue from Operations				
Interest Income	23	10,179.68	214.59	10,394.28
Fees and Commission Income	24	1,154.00	(1.18)	1,152.82
Net Gain on Fair value Changes	25	54.93	4.06	58.99
Total Revenue from operations		**11,388.61**	**217.48**	**11,606.09**
Other Income	26	16.13	2.20	18.33
Total Income (I+II)		**11,404.74**	**219.68**	**11,624.42**
Expenses				
Finance Costs	27	4,278.23	360.86	4,639.08
Net loss on de-recognition of financial instruments under fair value through profit & loss	28	-	-	-
Impairment on Financial Assets	29	431.92	(420.66)	11.26
Employee Benefits Expenses	30	3,393.56	42.44	3,436.00
Depreciation and amortization	31	177.42	251.02	428.43
Other Expenses	32	2,219.55	(302.83)	1,916.72
Total Expense		**10,500.66**	**(69.17)**	**10,431.49**
Profit Before Tax (III-IV)		**904.07**	**288.85**	**1,192.93**
Tax Expense:				
a. Current Tax Expense		185.46	-	185.46
b. Earlier Tax Expense		(0.30)	-	(0.30)
c. Deferred Tax		351.74	96.16	447.90
		536.90	96.16	633.06
Profit for the Year (V-VI)		**367.17**	**192.70**	**559.87**
Other Comprehensive Income				
Items that will not be reclassified to profit or loss				
Re-measurement gains/ (losses) on defined benefit obligations		-	-	42.44
Income tax relating to items that will not be reclassified to profit or loss		-	-	(10.68)
Other Comprehensive Income for the year, net of tax		**-**	**-**	**31.76**
Total Comprehensive Income for the year VII+VIII)		**367.17**	**192.70**	**591.63**

iii. Impact of INDAS adoption on the statement of Cash Flow for the year ended 31-03-2025

(Rs. In Lakhs)

Particulars	March 31, 2025		
	Previous GAAP	Adjustment on transition to INDAS	INDAS
Cash and Cash Equivalents under previous GAAP	(12,708.80)	2,409.77	(15,118.57)
Net cash flow (used in)/ flow from Operating Activities	(13,862.71)	562.70	(14,425.40)
Net cash flow from/ (used in) Investing Activities	25,132.84	(2,972.47)	28,105.31
Net cash flow from/(used in) Financing Activities	(1,438.66)	0.00	(1,438.66)
Net increase/(decrease) in Cash and Cash Equivalents	**7,324.47**	**0.00**	**7,324.47**
Cash and Cash Equivalents at the beginning of the year	5,885.81	0.00	5,885.81
Cash and Cash Equivalents at the end of the year	**11,404.74**	**219.68**	**11,624.42**

i) Reconciliation of Total Equity as at March 31, 2025 and April 1, 2024:

(Rs. In Lakhs)

Particulars	Notes to first time adoption	As at March 31, 2025	As at April 1, 2024
Total equity (shareholders fund) as per previous GAAP		**35,522.61**	**23,015.96**
Adjustments:			
Fair valuation of investments	Note 6	4.06	-
EIR Impact on borrowings	Note 16	10.01	140.49
EIR Impact on loan	Note 5	(200.47)	(274.99)
ECL Impact on loan	Note 5	442.14	(240.42)
Adjustment of Right of use assets	Note 11	(194.88)	(1,135.42)
Adjustment of lease liabilities	Note 17	114.92	1,135.42
Adjustment of Security Deposit	Note 7	2.20	(12.72)
Prepaid Lease	Note 13	(2.44)	12.30
Accrued EIS	Note 5	53.64	(53.64)
Remeasurements of post employment benefit obligations	Note 22	42.44	3.10
Tax on above item	Note 8	(10.68)	(0.78)
Gratuity adjusted from IGAAP	Note 22	(42.44)	(3.10)
Adjustment of Direct Assignment	Note 7	87.96	37.70
Pass through certificate Loan	Note 5	(1,097.90)	2,835.32
Pass through certificate Investment	Note 6	-	(403.59)
Pass through certificate pending remittance	Note 18	(15.29)	137.63
Adjustment of Pass through Borrowing	Note 16	1,142.79	(2,506.66)
Pass through certificate Loan Accrued	Note 5	(15.56)	39.61
Pass through certificate Borrowing Accrued	Note 16	0.11	(6.40)
Tax effects of adjustments	Note 9	(96.16)	84.09
Previous year IndAS adjustments	Note 22	(212.04)	-
Total adjustments		**12.41**	**(212.04)**
Total equity as per Ind AS		**35,535.02**	**22,803.92**

Reconciliation of profit after tax as at March 31, 2025:

(Rs. In Lakhs)

Particulars	Notes to first time adoption	Year ended March 31, 2025
Net profit after tax as per previous GAAP		**367.17**
Adjustments:		
Fair valuation of investments	Note 25	4.06
EIR Impact on borrowings	Note 27	10.01
EIR Impact on loan	Note 23	(200.47)
ECL Impact on loan	Note 29	442.14
Adjustment of right-of-use assets	Note 31	(251.02)
Adjustment of lease liabilities	Note 27	(134.21)
Adjustment of lease liabilities	Note 32	305.27
Adjustment of Security Deposit	Note 26	2.20
Gratuity adjusted from IGAAP	Note 30	(42.44)
Prepaid Lease	Note 32	(2.44)
Accrued EIS	Note 23	53.64
Adjustment of DA	Note 23	87.96
Pass through certificate loan interest	Note 23	495.85
Pass through certificate accrued on loan interest	Note 23	(15.56)
Pass through certificate accrued on borrowing	Note 27	0.11
Pass through certificate borrowing interest	Note 27	(236.76)
Excess interest received reversed	Note 23	(206.82)
Service fees on PTC	Note 24	(1.18)
Pass through certificate loss on loan	Note 29	(21.48)
Tax effects of adjustments		(96.16)
Profit after tax as per Ind AS		**559.87**
Other Comprehensive Income:		
Remeasurements of post employment benefit obligations		-
Other Comprehensive Income		42.44
Tax effects of adjustments		(10.68)
Total comprehensive income as per Ind AS		**591.63**

Notes to first-time adoption:

Loans and advances

Under Indian GAAP, NPA provision along with Standard asset provision has been disclosed under Provisions. Under Ind AS the ECL provision has been adjusted against loan balance.

Under Indian GAAP, transaction costs incurred in connection with loans and advances are amortised upfront and charged to profit or loss for the year. Under Ind AS, transaction costs are included in the initial recognition amount of financial asset measured at amortised cost and charged to profit or loss using the effective interest rate(EIR) method.

The Company has securitised certain assets and under Indian GAAP, it has derecognised those assets in the books, upon satisfaction of the “true sale” criteria laid down by the RBI. However, as per Ind AS, the Company has not transferred substantially all the risks and rewards, the asset has been re-recognised on a basis that reflects the rights and obligations that the Company has retained (related liabilities has been recognised in Borrowings other than debt securities & related Interest income and expense has been recognised).

Under Indian GAAP, Income from Securitisation transaction recognised as Excess Interest Spread where as under Ind AS, the Company has recognised the interest on the loans which has been re-recognised as Interest income using Effective Interest rate. Interest on proceeds received from securitisation recognised as Finance cost.

Other financial assets

Under Previous GAAP, income arising from the Excess Interest Spread (EIS) in a direct assignment transaction was recognized in the Statement of Profit and Loss only as and when it was contractually accrued and realized over the life of the assigned loan pool.

Under Ind AS 109 (Financial Instruments), upon the successful derecognition of the assigned financial assets, the Company is required to recognize the retained right to the EIS as a separate financial asset, classified as an “”Interest Only Strip Receivable.

Accordingly, the Company has recognised an “”Interest Only Strip Receivable”” as at March 31, 2025 and as on April 1, 2024, with corresponding credit to retained earning/ statement of profit and loss for the year, which has been computed by discounting excess interest spread (EIS) to present value. Necessary adjustments to credit risk has also been made.

Debt securities, Borrowings (other than debt securities) and Subordinate liabilities

The Company has securitised certain assets and under Indian GAAP, it had derecognised those assets in the books, upon satisfaction of the “true sale” criteria laid down by the RBI. However, as per Ind AS, the Company has not transferred substantially all the risks and rewards, the asset has been re-recognised on a basis that reflects the rights and obligations that the Company has retained. Accordingly, related liabilities has been recognised in Borrowings other than debt securities.

Under Previous GAAP, investments made or retained by the Company in Pass-Through Certificates (PTCs) pursuant to its own securitisation transactions were classified and carried on the Balance Sheet as part of the “”Investments””.

Under Ind AS 109 (Financial Instruments), because the underlying securitised loan pools do not meet the derecognition criteria, the gross loan assets and the corresponding third-party investor obligations (Securitisation Borrowings) are fully re-recognised on the Balance Sheet.

Accordingly, The Company’s investment in its own PTCs have been derecognised from the “”Investments”” line item and netted off directly against the corresponding “”Securitisation Borrowings”” liability.

Fair valuation of investments

Under Previous GAAP, investments in equity instruments were classified as current or long-term investments based on management’s intended holding period and market realisability. Current investments were carried at the lower of cost and fair value, while long-term investments were carried at cost less any provision for permanent diminution in value.

Under Ind AS 109 (Financial Instruments), investments in equity instruments are required to be measured at fair value. The Company has made an irrevocable election at the time of initial recognition/transition to designate certain equity investments (other than investments in subsidiaries, joint ventures, and associates) at Fair Value through Other Comprehensive Income (FVOCI).

Accordingly, the difference between the historical book value under Previous GAAP and the fair value as on the transition date has been recognised directly in “”Other Equity - FVOCI Reserve (Equity Instruments)”” with a corresponding adjustment to the carrying value of the investments.

All subsequent fair value updates (gains or losses) are routed through the Statement of Other Comprehensive Income (OCI) and accumulated in the FVOCI equity reserve.

Remeasurements of post-employment benefit obligations

Under Ind AS, remeasurements i.e. actuarial gains and losses and the return on plan assets, excluding amounts included in the net interest expense on the net defined benefit liability are recognised in other comprehensive income instead of profit or loss. Under the previous GAAP, these remeasurements were forming part of the profit or loss for the year.

Accounting for leases under Ind AS 116

Under Previous GAAP, leases were classified as either finance or operating leases based on whether the lease arrangement transferred substantially all the risks and rewards incidental to ownership of the leased asset. Operating lease rentals were charged directly as an expense to the Statement of Profit and Loss on a straight-line basis over the lease tenure.
Pursuant to the adoption of Ind AS 116 (Leases), the leases previously classified as operating leases—excluding those qualifying for short-term lease exemptions (tenure of 12 months or less) or low-value asset exemptions—the Company has recognized Right-of-Use (ROU) Assets and corresponding Lease Liabilities.
Accordingly, The Company has elected to apply the Modified Retrospective Approach permitted under the transition provisions of Ind AS 116 and Ind AS 101. Consequently, the Lease Liability has been measured at the present value of the remaining lease payments, discounted using the Company's incremental borrowing rate as of the Date of Transition (April 1, 2024).

(1)The Right-of-Use Asset has been recognized at an amount equal to the Lease Liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognized in the Balance Sheet immediately before the transition date.
(2)Amortisation expense on the ROU Asset is calculated on a straight-line basis over the lower of the lease term or the useful life of the underlying asset and Finance Cost (Interest Expense) on the Lease Liability, computed using the effective interest method over the lease tenure.

Deferred tax

Under Previous GAAP, the Company accounted for deferred taxes using the income statement approach, which focused on ""timing differences"" arising between taxable profits and accounting profits for the period that originate in one period and are capable of reversal in one or more subsequent periods.

Under Ind AS 12 (Income Taxes) requires entities to account for deferred taxes using the balance sheet approach. which focuses on ""temporary differences"" determined by comparing the carrying amount of an asset or liability on the Balance Sheet with its corresponding tax bases.

Accordingly, The application of the Ind AS 12 balance sheet approach has resulted in the recognition of deferred taxes on new categories of temporary differences that were previously not recognized under Previous GAAP. Pursuant to Ind AS 101, various first-time adoption transitions—including the implementation of the Ind AS 109 Expected Credit Loss (ECL) model, the capitalization of Right-of-Use (ROU) assets and lease liabilities under Ind AS 116, the upfront recognition of Interest-Only (IO) strips, and the fair valuation of investments—have created fresh temporary differences.

The Company has comprehensively computed and accounted for the corresponding Deferred Tax Assets (DTA) and Deferred Tax Liabilities (DTL) arising from these transition adjustments as on the transition date April 1, 2024. In addition, the various transitional adjustments lead to temporary differences. According to the accounting policies, the Company has to account for such differences.

Retained earnings

Pursuant to requirements of Ind AS 101 (First-time Adoption of Indian Accounting Standards), the cumulative net impact of all transition adjustments arising between Previous GAAP and Ind AS as of April 1, 2024 (the Company's Date of Transition) has been recognized directly in equity and adjusted against Opening Retained Earnings (or other appropriate categories of Other Equity).

Other comprehensive income

Under Previous GAAP, concept of other comprehensive income did not exist. All items of income and expense recognised during a period were routed directly through the statement of profit and loss to arrive at the Net Profit or Loss for the year.

Pursuant to adoption of Ind AS 1 (Presentation of Financial Statements), the Company has adopted a two-part framework for its Income Statement, comprising the Profit or Loss for the period and Other Comprehensive Income (OCI). All items of income and expense recognized in a period are included in profit or loss unless an absolute Ind AS standard requires or permits otherwise.

Accordingly, remeasurements of defined benefit plans and fair value gains or (losses) on FVOCI equity instruments, which were previously expensed directly through Employee Benefit Expenses under Previous GAAP, are now recognized under OCI.

Statement of cash flows

The transition from Indian GAAP to Ind AS has not had a material impact on the statement of cash flow. Please refer table given above note 59 D (iii).

Figures of the previous year have been regrouped / reclassified wherever necessary, in order to make them comparable with the current year figures.

60. With reference to Business Transfer Agreement, Choice Finserv Private Limited "CFPL" (the Company/ Acquirer/Purchaser "Purchasing Company") has entered into a Business Transfer Agreement with Paisabuddy Finance Pvt. Ltd. "PBFPL" (Selling Company 1) & Sureworth Financial Services Pvt. Ltd. "SWFSPL" (Selling Company 2) for the acquisition of retail lending business pertaining to loans to micro, small and medium sized enterprises on a "going concern" basis under a slump sale transaction.

(Rs. In Lakhs)

Name and description of the acquiree	Paisabuddy Finance Pvt. Ltd & Sureworth Financial Services Pvt. Ltd.
Total Purchase consideration as on December 31, 2024	**17,018.39**
Net Assets taken over as per previous GAAP (A)	11,420.04
Goodwill arising due to business combination as per previous GAAP	5,366.27
Net Assets taken over - Fair value of borrowing (B)	93.04
Net Assets taken over - DTL created on fair value of borrowing (C)	23.00
Net Assets taken over (A+B+C)	**11,536.08**
Goodwill arising due to business combination	**5,482.31**
Attributed to Distribution Network	76.00
Goodwill as on March 31, 2025	**5,406.31**
Addition /(Deletion)	-
Goodwill as on March 31, 2026	**5,406.31**
Acquisition date	**December 31, 2024**
Major class of consideration	
Equity shares Issued	11,902.56
Bank	5,115.83

The company CFPL has paid a purchase consideration of Rs.17,018.39 lakhs for net assets valued at Rs.11,536.07 lakhs, resulting in goodwill of Rs.5,482.31 lakhs of which Rs.76.00 lakhs are allocated to the distribution network. As of March 2025 and March 2026, the carrying value of goodwill stands at Rs.5,406.31 lakhs.

61 Asset Liability Management Maturity Pattern Of Certain Items of Assets And Liabilities

(Rs. In Lakhs)

For the year ended March 31, 2026	Deposits	Advances*	Investments	Borrowings	Foreign Currency Assets	Foreign Currency Liabilities
1 day to 7 days	-	1217.09	-	574.13	-	-
8 days to 14 days	-	604.68	-	226.25	-	-
15 days to 30/31 days (One month)	-	279.26	-	1205.59	-	-
Over one month and upto 2 months	-	1548.07	-	1899.51	-	-

Over two months and upto 3 months	-	1218.32	4,722.24	2211.42	-	-
Over 3 months and upto 6 months	-	9379.36	-	6941.75	-	-
Over 6 months and upto 1 year	-	22122.47	-	10033.6	-	-
Over 1 year and upto 3 years	-	18136.94	-	32754.56	-	-
Over 3 years and upto 5 years	-	10531.4	-	2167.94	-	-
Over 5 years	-	11082.38	2,757.62	-	-	-

(Rs. In Lakhs)

For the year ended March 31, 2025	Deposits	Advances*	Investments	Borrowings	Foreign Currency Assets	Foreign Currency Liabilities
1 day to 7 days	-	2,829.23	-	1,021.57	-	-
8 days to 14 days	-	556.98	-	247.14	-	-
15 days to 30/31 days (One month)	-	409.94	-	945.28	-	-
Over one month and upto 2 months	-	4,263.94	2,504.06	2,083.15	-	-
Over two months and upto 3 months	-	1,324.74	-	2,190.98	-	-
Over 3 months and upto 6 months	-	6,917.58	-	6,144.25	-	-
Over 6 months and upto 1 year	-	11,864.63	-	10,293.12	-	-
Over 1 year and upto 3 years	-	18,719.55	346.31	19,343.59	-	-
Over 3 years and upto 5 years	-	11,701.78	-	6,525.59	-	-
Over 5 years	-	9,169.45	-	-	-	-

*Advances are net of ECL provision.

Classification of assets and liabilities under the different maturity buckets is based on the same estimates and ssumptions as used by the Company for compiling the return submitted to the RBI.

62. Transaction With Non-Executive Directors

(Rs. In Lakhs)

Sr. No.	Name of Non-Executive Director	Transaction Type	As at March 31, 2026	As at March 31, 2025
1	Mr. Sandeep Kumar Singh	Director Sitting Fees	1.30	1.00
2	Mr. Anil Agarwal	Director Sitting Fees	5.85	5.65
3	Mr. Manoj Kumar Verma	Director Sitting Fees	6.85	5.65

63. Revenue From Contracts With Customers

a. The Company has recognised following amounts relating to revenue in the statement of profit and loss

(Rs. In Lakhs)

Name of Non-Executive Director	As at March 31, 2026	As at March 31, 2025
Fees & Commission Income (Note 24)	1,408.12	1,152.82
Income from other service (Note 26)	487.52	-
Total	**1,895.64**	**1,152.82**

b. Disaggregation of revenue from contracts with customers

In the following table, revenue is disaggregated by primary geographical market, major products/service lines and timing of revenue recognition:

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Primary Geographical Market		
India	1,895.64	1,152.82

Total	**1,895.64**	**1,152.82**

(Rs. In Lakhs)

Major Product/Service lines	As at March 31, 2026	As at March 31, 2025
Fees & Commission Income (Note 24)	1,408.12	1,152.82
Income from other service (Note 26)	487.52	-
Total	**1,895.64**	**1,152.82**

(Rs. In Lakhs)

Timing of Revenue Recognition	As at March 31, 2026	As at March 31, 2025
At point in time	1,895.64	1,152.82
Over a period of time	-	-
Total	**1,895.64**	**1,152.82**

64. Details of Ratings Assigned by Credit Rating Agencies and Migration of Ratings During the Year

The Company has been assigned following credit rating from all rating agencies during the financial year ended March 31, 2026.

Instrument	Rating agency	Date of rating assigned/ reviewed	Rating valid up to	Rating Assigned	
				FY 2025-26	FY 2024-25
Bank Lines	India Rating and Research Pvt. Ltd.	22-11-2025	31-08-2026	IND A-/Stable/ Affirmed	IND A-/Stable/ Upgraded
Bank Lines	India Rating and Research Pvt. Ltd.	22-12-2025	31-08-2026	IND A-/Stable/ Affirmed	IND A-/Stable/ Upgraded
Non convertible debentures	India Rating and Research Pvt. Ltd.	22-12-2025	30-11-2026	IND A-/Stable/ Affirmed	IND A-/Stable/ Upgraded
Non convertible debentures	India Rating and Research Pvt. Ltd.	22-12-2025	21-12-2026	IND A-/Stable/ Assigned	IND A-/Stable/ Assigned
Bank Lines	Acuite Ratings & Research Limited	05-03-2026	03-04-2027	ACUITE A-/stable/Re-Affirmed	ACUITE A-/stable/ Re-Affirmed
Bank Lines	Acuite Ratings & Research Limited	05-03-2026	03-04-2027	ACUITE A-/stable/Re-Affirmed	ACUITE A-/stable/ Assigned
Non convertible debentures	Acuite Ratings & Research Limited	05-03-2026	24-12-2026	ACUITE A-/stable/ Assigned	ACUITE A-/stable/ Assigned
Non convertible debentures	Acuite Ratings & Research Limited	05-03-2026	24-12-2026	ACUITE A-/stable/ Assigned	ACUITE A-/stable/ Assigned
Non convertible debentures	Acuite Ratings & Research Limited	05-03-2026	24-12-2026	ACUITE A-/stable/ Assigned	NA

65. Provisions and contingencies

(Rs. In Lakhs)

Break up of 'Provisions and Contingencies' shown under the head expenditure in Statement of Profit and Loss	As at March 31, 2026	As at March 31, 2025
Provisions for depreciation on investment	-	-
Provision towards NPA	703.23	(823.06)
Provision made towards Income tax (net of deferred tax)	377.04	633.06
Other provision and contingencies	10.73	32.16
Provision for standard assets	666.86	267.45

66. Concentration of advances, exposures and NPA's

a. Concentration of advances

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Total advances to twenty largest borrowers	24,517.50	12,761.31
Percentage of advances to twenty largest borrowers to total advances	31.54%	18.49%

b. Concentration of exposures

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Total exposure to twenty largest borrowers / customers	24,517.50	12,761.31
Percentage of exposures to twenty largest borrowers / customers to total exposure on borrowers/ customers	31.54%	18.49%

c. Concentration of NPA's

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Total exposure to top four NPA accounts	110.67	120.01

67. Loans to directors, senior officers and relatives of directors

(Rs. In Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Directors and their relative	NIL	NIL
Entities associated with directors and their relatives	NIL	NIL
Senior officers and their relatives	NIL	NIL

68. Details of the Code On Social Security, 2020 ('Code') Relating to Employee Benefits

The Government of India, vide notification dated 21st November, 2025, has notified the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020 (collectively referred to as the ""New Labour Codes""), which consolidate and replace twenty-nine existing central labour laws into a unified framework governing employee benefits during employment and post-employment. The New Labour codes, amongst other things introduced changes, including a uniform definition of wages for statutory purposes.

Further, on 31st December, 2025, the Ministry of Labour & Employment, issued draft Central Rules and FAQs to facilitate assessment of the financial impact arising from the New Labour Codes. In accordance with the requirements of Ind AS 19 - Employee Benefits, changes to employee benefit plans arising from legislative amendments constitute a plan amendment, requiring immediate recognition of the resultant impact as past service cost in the period in which the amendment is notified.

The management has assessed and disclosed the additional impact, if any, of the New Labour Codes on the employee benefit obligations, based on the information available as at the reporting date, in a manner consistent with the guidance issued by the Institute of Chartered Accountants of India (ICAI).

The Company will continue to monitor further developments including the finalization of the central and state rules under the New Labour Codes, which are yet to be notified and shall evaluate and give effect to any consequential accounting adjustments, if any arising therefrom in future periods, as and when require.

69. Draw Down From Reserves

The Company has not made any draw down from reserves during the year ended March 31, 2026 and March 31, 2025 "except for the specific utilization/appropriation detailed under Note 22 (Other Equity)

70. Unhedged Foreign Currency Exposure

The Company has nil unhedged foreign currency exposure as at March 31, 2026 and March 31, 2025.

71. Revenue Recognition

There have been no instances in which revenue recognition has been postponed pending the resolution of significant uncertainties during the year ended March 31, 2026 and March 31, 2025.

72. Consolidated Financial Statements

The Company does not have any subsidiary, associate company, or joint venture as defined under the Companies Act, 2013 and applicable Indian Accounting Standards (Ind AS) during the financial years ended March 31, 2026 and March 31, 2025. Accordingly, the requirement for preparation of Consolidated Financial Statements is not applicable to the Company.

73. Income and expenditure of exceptional nature

There are no items of income or expenditure of an exceptional nature requiring separate disclosure during the financial years ended March 31, 2026 and March 31, 2025.

74. Details of financing of parent company products

Company has not financed any products or services manufactured or sold by its holding company or fellow subsidiaries during the financial years ended March 31, 2026 and March 31, 2025.

75. Details Of Single Borrower Limit ('Sgl') / Group Borrower Limits ('Gbl') Exceeded By Nbfc'S

The Company has not exceeded the single borrower limits / group borrowers limits during the financial year ended March 31, 2026 and March 31, 2025.

76. Unsecured advances

The Company has not given any unsecured advances against intangible securities such as charge over the rights licenses, authority, etc. during the financial year ended March 31, 2026 and March 31, 2025.

77. Details of penalties and strictures imposed by Reserve Bank of India (RBI) and any other regulatory/ statutory authorities

No penalties, strictures, or monetary fines have been levied or imposed on the Company by the Reserve Bank of India (RBI) or any other regulatory/statutory authorities during the financial years ended March 31, 2026 and March 31, 2025.

78. Derivatives

a. Forward Rate Agreement/Interest Rate Swap
The Company has no transactions/exposure in forward rate agreement/interest rate swap during 2025-26 and 2024-25.

b. Exchange Traded Interest Rate (IR) Derivatives
The Company has no transactions/exposure in exchange traded interest rate (IR) derivatives during 2025-26 and 2024-25.

c. Currency derivatives and interest rate derivatives
The Company has no transactions/exposure in currency or interest rate derivatives during 2025-26 and 2024-25.

d. Value Of Imports Calculated On Cif Basis
The Company has not imported any goods therefore value of import on CIF basis during 2025-26 and 2024-25.

79. Expenditure In Foreign Currency

The Company does not have any expenditure in Foreign Currency during 2025-26 and 2024-25.

80. Earning In Foreign Currency

The Company does not have any earnings in Foreign Currency during 2025-26 and 2024-25.

81. Divergence In Asset Classification And Provisioning

There are no reports of divergence in asset classification and provisioning issued by the Reserve Bank of India (RBI) following its supervisory inspection of the Company for the financial years ended March 31, 2026 and March 31, 2025.

82. Utilisation of Borrowed Funds and share premium

a. The Company has not advanced, loaned, or invested funds (either from borrowed funds or share premium or any other source or kind of funds) to any other person or entity, including foreign entities (""Intermediaries""), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether directly or indirectly,

i. lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (""Ultimate Beneficiaries"") or
ii. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

b. The Company has not received any funds from any person(s) or entity(ies), including foreign entities (""Funding Parties""), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly,

i. lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (""Ultimate Beneficiaries"") or
ii. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

83. No resolution plans have been implemented, operational, or outstanding under the RBI Circulars on "Resolution Framework for COVID-19-related Stress" dated August 06, 2020 (Resolution Framework 1.0) and May 05, 2021 (Resolution Framework 2.0). Accordingly, the prescribed reporting and disclosure parameters are not applicable to the Company for the financial years ended March 31, 2026 and March 31, 2025 (Previous Year: Nil).

84. There are no outstanding exposures, asset classification standstills, or residual provisions maintained by the Company under the RBI Circular No. DOR.No.BP.BC.63/21.04.048/2019-20 dated April 17, 2020, regarding the "COVID-19 Regulatory Package - Asset Classification and Provisioning." Accordingly, the disclosure parameters and statistical tables prescribed under the circular are not applicable to the Company for the financial years ended March 31, 2026 and March 31, 2025 (Previous Year: Nil).

85. There are no outstanding exposures, asset classification standstills, or residual provisions maintained by the Company persuant to RBI notification - RBI/2020-21/17 DOR.No.BP.BC/3/21.04.048/2020-21 dated August 06, 2020 (Resolution framework for Covid-19 related stress) and RBI Notification – RBI/2020-21/17 DOR.No.BP.BC/4/21.04.048/2020-21 dated August 06, 2020 (for restructuring of accounts of Micro, small and Medium Enterprises (MSME) sector – Restructuring of Advances having exposure less than or equal to Rs. 25 crores), Accordingly, the disclosure parameters and statistical tables prescribed under the circular are not applicable to the Company for the financial years ended March 31, 2026 and March 31, 2025 (Previous Year: Nil).

86. There is no transaction which is not recorded in the books of accounts and has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

87. Disclosures on frauds pursuant to RBI Master direction

There have been no instances of fraud noticed, reported, or detected by/against the Company during the financial years ended March 31, 2026 and March 31, 2025.

88. Net Profit or Loss for the year, prior period items and changes in accounting policies

There are no prior period items and changes in accounting policies.

89. Note on the audit trail

The Company has used an accounting software for maintaining its books of account for the year ended March 31, 2026 and March 31, 2025 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Additionally the audit trail that was enabled and operated for the year ended March 31, 2026, and March 31 , 2025 has been preserved by the Company as per the statutory requirements for record retention.

90. Registration Obtained From Other Financial Sector Regulators

The Company has not obtained any registration from other financial sector regulators except the Reserve Bank of India (RBI) during the financial years ended March 31, 2026 and March 31, 2025. The Company operates strictly under the regulatory purview of the RBI as a Non-Banking Financial Company (NBFC).

91. Breach of covenant

There have been no instances of breach or default in the performance of any covenants (including financial and non-financial parameters) in respect of loans availed from banks/financial institutions and debt securities issued by the Company as at March 31, 2026 and March 31, 2025.

92. The Company operates in a single reportable segment i.e. lending to retail customers under various product lines, having similar risks and returns for the purpose of Ind AS 108 on 'Operating Segments'. The Company operates in a single geographic segment i.e. domestic.

93. The Company has not traded or invested in crypto currency or virtual currency during the financial years ended March 31, 2026 and March 31, 2025.

94. The Company does not have any charges or satisfaction which is yet to be registered with registrar of companies beyond the statutory period for borrowing.

95. The Company has not entered any transactions with companies that were struck off under section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956.

96. During the period, no scheme of arrangements in relation to the Company "has been proposed or approved by any competent authority in terms of Sections 230 to 237 of the Companies Act, 2013. Accordingly, the requirements for corresponding financial and accounting disclosures are not applicable to the Company.

97. Utilisation of Borrowings Availed From Banks and Financial Institutions

The borrowings obtained by the Company from banks and financial institutions have been utilized for the specific purposes for which they were obtained as per the respective loan sanction terms. The Company has not diverted any borrowed funds for any other purposes.

98. The Company has not been declared as a wilful defaulter by any bank, financial institution, government, or any other statutory authority.

99. There have been no significant or material events occurring after the reporting date March 31, 2026 up to the date of authorization of these financial statements that require an adjustment to or a disclosure in the financial statements.

100. Overseas assets (for those with joint ventures and subsidiaries abroad)

The Company operates strictly within India and does not own any overseas assets, nor does it maintain any branch offices or operations outside of India during the financial years ended March 31, 2026 and March 31, 2025.

101. Compliance with number of layers of Companies

The Company has complied with the provisions of Section 186(1) of the Companies Act, 2013, and has not established or maintained more than the prescribed number of layers of subsidiaries during the financial years ended March 31, 2026 and March 31, 2025.

102 Disclosure relating to Benami Property held

No proceedings have been initiated or are pending against the Company as at the date of Balance Sheet for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

103. Figures of the previous year have been regrouped / reclassified wherever necessary, in order to make them comparable with the current year figures.

For Chokshi & Chokshi LLP
Chartered Accountants
Firm No.101872W/W100045

Kiran Bhoir
Partner
Membership Number: 159960

Place: Mumbai
Date: April 20, 2026

For and on behalf of the Board of Directors
Choice Finserv Private Limited
CIN: U74999MH2016PTC281908

Kamal Poddar
Whole Time Director
DIN : 01518700

Vijendra Singh Shekhawat
Director and CEO
DIN : 09435913

Manoj Singhania
Chief Financial Officer

Place: Mumbai
Date: April 20, 2026

Karishma Shah
Company Secretary and
Compliance Officer
Membership No. A34441

Place: Mumbai
Date: April 20, 2026

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10TH AGM MEETING

Notice

Notice is hereby given that the 10th Annual General Meeting ("AGM") of the Members of Choice Finserv Private Limited will be held on Wednesday, August 26, 2026 at 11:00 A.M. (IST) through Video Conferencing or Other Audio-Video Mode which shall deemed to be held at the registered office of the Company to transact the following business:

ORDINARY BUSINESS:

1. To consider and adopt the Audited Financial Statements of the Company for the Financial Year ended March 31, 2026 and the Reports of the Board of Directors and Auditors thereon.

2. To appoint a director in place of Mr. Ajay Rajendra Kejriwal (DIN:03051841) who retires by rotation and being eligible to offer himself for re-appointment.

SPECIAL BUSINESS:

3. **To approve the appointment of Mrs. Reena Unmesh Wagh (DIN: 11597282) as a Non-Executive Independent Director of the Company for the first term of five (5) years.**

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

   "**RESOLVED THAT** pursuant to the provisions of Sections 149, 150 and 152 of the Companies Act, 2013 read with the Companies (Appointment and Qualifications of Directors) Rules, 2014, Regulation 51(2) read with Part B of Schedule III of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, and other applicable provisions, if any (including any statutory modification(s), amendment(s) or re-enactment(s) thereof for the time being in force), and pursuant to the recommendation of the Nomination and Remuneration Committee and the approval of the Board of Directors, Mrs. Reena Unmesh Wagh (DIN: 11597282) be and is hereby appointed as a Non-Executive Independent Director of the Company, not liable to retire by rotation, to hold office for a first term of five (5) consecutive years, commencing from April 20, 2026 to April 19, 2031 (both days inclusive), and who shall be eligible for re-appointment in accordance with the applicable provisions of the Companies Act, 2013 and the rules made thereunder.

   RESOLVED FURTHER THAT any of the Director or the Company Secretary & Compliance Officer of the Company be and is hereby authorised to do all such acts, deeds, matters and things as may be considered necessary, desirable or expedient to give effect to this resolution.

By Order of the Board of Directors
for Choice Finserv Private Limited
Sd/-
Karishma Shah
Company Secretary & Compliance Officer
Membership No: 34441

Place: Mumbai
Date: August 04, 2026

Registered Office:
Sunil Patodia Tower,
Plot No. 156-158, J.B. Nagar,
Andheri (East), Mumbai - 400 099
Email ID: cfpl@choiceindia.com

NOTES

1. Ministry of Corporate Affairs (MCA") vide its General Circular Nos.14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020, Circular No.20/2020 dated May 05, 2020, Circular No.02/2022 dated May 05, 2022, Circular No. 10/2022 dated December 28, 2022, Circular No. 09/2023 dated September 25, 2023, Circular No.09/ 2024 dated September 19, 2024 and Circular No. 03/2025 dated September 22, 2025 (collectively referred to as MCA Circulars") and the SEBI vide its Circular Nos. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020, SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021, SEBI/ HO/CFD/CMD2/CIR P/2022/62 dated May 13, 2022, SEBI/HO/CFD/PoD-2/P/ CIR/2023/4 dated January 05, 2023 and SEBI/ HO/DDHS/ DDHS-PoD- 1/P/CIR/2025/83 dated June 05, 2025 (collectively referred to as SEBI Circulars") has permitted to conduct the Annual General Meeting through video conferencing (VC) or other audio-visual means (OAVM) , without the physical presence of the Members at a common venue. Accordingly, the 10th AGM of the Company is being held through VC/ OAVM hence, the notice of the AGM along with the Annual Report for the Financial Year 2025-26 is being sent by electronic mode to those members and trustees for the debenture holders whose e-mail addresses are registered with the Registrar and Share Transfer Agents of Company or with the respective Depository Participant/ Depository. The deemed venue for the 10th AGM shall be the Registered Office of the Company situated at Sunil Patadia Tower, Plot No. 156-158, J.B. Nagar, Andheri (East), Mumbai - 400 099. Since, the AGM will be held through VC/OAVM Facility, the Route Map, proxy form and attendance slip are not annexed to this Notice.

2. In case any member requests a physical copy of the Annual Report, such request may be made by emailing cfpl@choiceindia.com along with the Folio/DP & Client ID details. For members who have not registered their email address with the Company or the Depository, the documents will be sent through alternative modes of service as prescribed under Section 20 of the Companies Act, 2013, and the relevant Rules thereunder.

3. Authorised representatives of the corporate members intending to participate in the AGM pursuant to Section 113 of the Act, are requested to send to the Company, a certified copy (in PDF/JPG format) of the relevant Board Resolution/Authority letter, etc. authorizing them to attend the AGM, by e-mail to cfpl@choiceindia.com.

4. The Explanatory Statement setting out the material facts pursuant to Section 102(1) of the Act relating to the Special business is annexed to this Notice.

5. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.

6. In case of joint holders attending the AGM through VC/ OAVM, only such joint holders who are higher in the order of their names as per the register of members of the Company, as of the cut-off date i.e. August 21, 2026, will be entitled to join and vote at the meeting.

7. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.choiceindia.com. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com.

8. The voting rights of shareholders shall be in proportion to their shares of the paid-up equity share capital of the Company as on the cut-off date July 31, 2026.

9. Instructions for Attending the AGM through VC/OAVM:

   a. In line with the Ministry of Corporate Affairs (MCA) Circulars, the AGM will be conducted through Video Conferencing (VC) or Other Audio-Visual Means (OAVM). Shareholders will be able to attend and participate in the meeting remotely.

   b. Members can join the AGM between 15 minutes before and 15 minutes after the scheduled start time. This rule does not apply to shareholders holding 2% or more shareholding, promoters, institutional investors, directors, key and senior managerial personnel, auditors, etc.

   c. To ensure a smooth experience, members are encouraged to join the AGM via laptops, smartphones, tablets, or iPads. A stable internet connection is essential to avoid any disruptions. It is recommended to use the latest version of Chrome, Safari, MS Edge, or Firefox. Please note that members using mobile hotspots or unstable network connections may face issues with audio/ video quality. For optimal performance, a stable Wi-Fi or LAN connection is advised.

   d. For any technical assistance before or during the AGM, Members can reach out by sending an email to cfpl@choiceindia.com.

   e. Shareholders who wish to ask questions or express their views during the AGM should send their questions in advance to cfpl@choiceindia.com along with their name, demat account number/folio number, email ID, and mobile number. The Company will address the queries during the meeting.

10. The members may further note that voting on all resolutions placed at the AGM will be done through Show of Hands, unless a poll is demanded pursuant to Section 109 of the Act.

11. A person who is not a member as on the cut-off date should treat this Notice for information purpose only.

12. All documents referred to in the accompanying Notice and Explanatory Statement will be available for inspection electronically by the Members on the website of the Company cfpl@choiceindia.com during the time of AGM.

EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

The following statements set out all the material facts relating to the Ordinary Business /Special Business mentioned in the accompanying Notice:

ITEM NO. 3

The Board of Directors, on the recommendation of the Nomination and Remuneration Committee, at its Meeting held on April 20, 2026, appointed Mrs. Reena Unmesh Wagh (DIN: 11597282) as an Additional Non-Executive Independent Director of the Company with effect from April 20, 2026, pursuant to the provisions of Sections 149, 161 and other applicable provisions of the Companies Act, 2013 ("the Act"), read with the Companies (Appointment and Qualification of Directors) Rules, 2014 and the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In accordance with the provisions of Section 161 of the Act, Mrs. Reena Unmesh Wagh (DIN: 11597282) holds office as an Additional Director up to the date of this Annual General Meeting. The Board considers it desirable that the Company should continue to avail itself of her valuable guidance and expertise and, accordingly, recommends her appointment as a Non-Executive Independent Director, not liable to retire by rotation, for a first term of five (5) consecutive years commencing from April 20, 2026 and ending on April 19, 2031 (both days inclusive), subject to the approval of the Members. The brief profile of Mrs. Reena Unmesh Wagh is attached herewith as **Annexure I** of the Notice of AGM.

The Company has received from Mrs. Reena Unmesh Wagh:

- her consent to act as a Director in Form DIR-2;
- a declaration confirming that she meets the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- a declaration that she is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013;
- confirmation that her name is included in the databank of independent directors maintained by the Indian Institute of Corporate Affairs (where applicable), and that she has complied with the applicable proficiency requirements under the Companies (Appointment and Qualification of Directors) Rules, 2014; and
- confirmation that she satisfies all other conditions prescribed for appointment as an Independent Director under the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Board recommends the Ordinary Resolution set out at Item No. 03 of the Notice for approval of the Members.

Except Mrs. Reena Unmesh Wagh, being the appointee, and her relatives, if any, none of the Directors, Key Managerial Personnel of the Company or their relatives is, in any way, concerned or interested, financially or otherwise, in the proposed resolution.

ANNEXURE I

Disclosure in terms of Clause 1.2.5 of Secretarial Standard on General Meetings ('SS-2') issued by the Institute of Company Secretaries of India with respect to Director being appointed as set out in the Notice of Annual General Meeting.

Name of the Director	Mrs. Reena Unmesh Wagh
Age	49 years
Qualification	Master's degree in Computer Management
Experience	Mrs. Reena Wagh possesses a strong academic foundation in Computer Science, complemented by a Master's degree in Computer Management. She brings a unique ability to integrate technology with business strategy, enabling innovation and driving meaningful, transformative outcomes. Mrs. Wagh has founded and successfully led her own design brand between 2008 and 2016, demonstrating entrepreneurial acumen, brand -building expertise, and sound business management capabilities. She subsequently held a leadership position at Mangalam Global Ltd. from 2017 to 2023, where she gained valuable exposure to corporate governance and diversified business operations.
Term of Appointment & Date of appointment	Appointment as Non-Executive Independent Director of the Company for a term up to five (5) consecutive years with effect from April 20, 2026 subject to the approval of the shareholders of the Company at a meeting of the shareholders.
Remuneration last drawn	Nil
Remuneration sought to be paid	Nil
Date of first appointment on the Board	April 20, 2026
Shareholding in the company	Nil
Relationship with other Directors, Manager and other Key Managerial Personnel of the company	Mrs. Reena Unmesh Wagh is not related to any of the directors of the Company
The number of Meetings of the Board attended during the year	2
Other Directorships, Membership / Chairmanship of Committees of other Boards	Nil

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