



KSBCDC LTD

28TH
ANNUAL
REPORT
2022-23

Board of Directors



Adv. K. PRASAD
Chairman



Smt. ANJANA M. IAS
Managing Director



Shri. T.D. BAIJU



Adv. P.P. UDAYAKUMAR



Shri. SREENI G.
Additional Secretary, Govt of Kerala



Smt. VALSALA S.D.
Joint Secretary, Govt of Kerala



Shri. V.P. KUNJIKRISHNAN



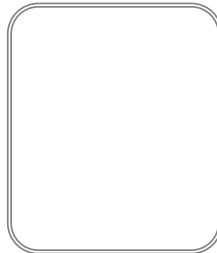
Smt. S. PUSHPALATHA



Shri. ANIL KUMAR
DGM, NMDFC, NewDelhi



Shri. SURESH KUMAR SHARMA
GM, NBCFDC, NewDelhi



Director,
BCDD, Govt of Kerala

Head office



Shri. SUJITH S.
Company Secretary



Shri. SAJITH G.
General Manager
(HRM &Admin)



Shri. SABU S.
General Manager
(Projects)



Smt. PREETHI JOSEPH
General Manager
(F&A)

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BOARD OF DIRECTORS

1. **Adv. K. PRASAD** Chairman
2. **Smt. ANJANA M. IAS** Managing Director
3. **Shri. T. D. BAIJU** Director
4. **Adv. P.P. UDAYAKUMAR** Director
5. **Smt. VALSALA S.D.** Director
6. **Shri. SREENI G.** Director
7. **Shri. V.P. KUNJIKRISHNAN** Director
8. **Smt. S. PUSHPALATHA** Director
9. **Shri. ANIL KUMAR** Director
10. **Shri. SURESH KUMAR SHARMA** Director
11. **Director, BCDD**

Company Secretary
Sujith S

Statutory Auditors
M/s Ananthan & Sundaram
Chartered Accountants
Thiruvananthapuram

Our Bankers
State Bank of India
Kaithamukku Branch
Thiruvananthapuram

South Indian Bank
Chackai Branch
Thiruvananthapuram



**KERALA STATE BACKWARD CLASSES
DEVELOPMENT CORPORATION LIMITED**

(A Government of Kerala Undertaking)

CIN-U75122KL1995SGC008705

18/08/2023

NOTICE

Notice is hereby given that the 28th Annual General Meeting of this corporation will be held at 11 AM. on Thursday the 24th, August, 2023 in the Registered Office of the Corporation situated at "SENTINEL" IInd Floor, TC 27/588 (7) & (8), Pattoor, Vanchiyoor P.O, Thiruvananthapuram-695035 to transact the following ordinary business viz.,

1. Consideration of the Annual Accounts relating to the financial year 2022-23.
2. Declaration of Dividend relating to the financial year 2022-23.
3. Fixing of remuneration of M/s Ananthan & Sundaram, Chartered Accountant Statutory Auditors of the Corporation for the year 2022-23 appointed by the Comptroller & Auditor General of India

By order of the Board of Directors

Sd/-

Managing Director



**KERALA STATE BACKWARD CLASSES
DEVELOPMENT CORPORATION LIMITED**

(A Government of Kerala Undertaking)

CIN-U75122KL1995SGC008705

KSBCDC/3335/2023-CS (AGM)

Dated : 29/03/2025

NOTICE

NOTICE is hereby given that the 28th Adjourned Annual General Meeting of Kerala State Backward Classes Development Corporation Ltd. will be held 11:00 AM on Monday the 21st April 2025 at the Registered Office of the Corporation at "SENTINEL" 2nd Floor, T.C.27/588(7)&(8), Pattoor, Vanchiyoor, P.O, Thiruvananthapuram-695 035 to transact the following ordinary business.

- 1) "To receive, consider and adopt the Directors Report, Audited Accounts for the year ended 31st March 2023, Auditors Report, the comments of Comptroller and Auditor General of India, the comments of Secretary (Finance) and the replies thereon".

By order of the Board of Directors

Sd/-
Managing Director

Report of the Managing Director

It is my immense privilege to present before you the Annual Report on the performance of the Kerala State Backward Classes Development Corporation Ltd. (KSBCDC Ltd.) for the financial year 2022-23, along with the Audited Financial Statement and the Auditors Report.

KSBCDC Ltd. is a Private Limited Company fully owned by the Government of Kerala. The Corporation is also a Non-Banking Finance Company registered with the Reserve Bank of India in the Middle Layer category. The Corporation has offices in all the 14 Districts of the State and 20 Taluk level Sub District Offices.

Driven by our deep-rooted resilience and resourcefulness, FY 2022-23 underlined the success of our continuing efforts to remain relevant to our customers and other stakeholders. Our Company acts responsibly in business and dedicatedly works towards making significant contribution to the society. Over the years, the company has supported more than 6.98 lakh families (as on 31st Mar 2023) through various loan schemes.

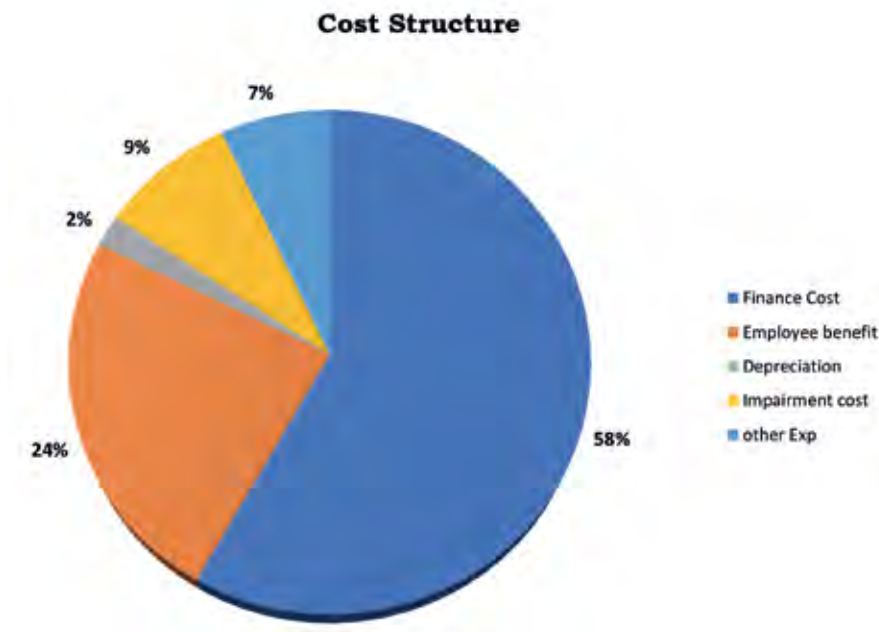
As a responsible corporate citizen, we actively engage our corporate social responsibility (CSR) grants in socially relevant projects across key areas such as education, healthcare, environmental sustainability and community development to bring about successful outcomes benefiting the society.

PERFORMANCE HIGHLIGHTS

KSBCDC Ltd. has achieved significant milestones across various financial metrics. Our total business grew substantially, reaching Rs.795.22 Crore in the year 2022-23, with net profit rising to the highest-ever at Rs.64.57 Crore, marking a growth of 47.77%. Our GNPA and NNPA stands at 15.36% and 12.36% respectively. There has been an impressive increase in the total net advances during the year. The net advances increased to 1811.23 Crores in the year 2022-23. Our loan portfolio increased by 11.15% during the reporting year as against the previous year. Our gross interest income reached a new high of Rs.118.06 Crore, growing by 19.42%. The Net worth of the company as of 31st March, 2023 is 475.42 crore which is a significant rise from

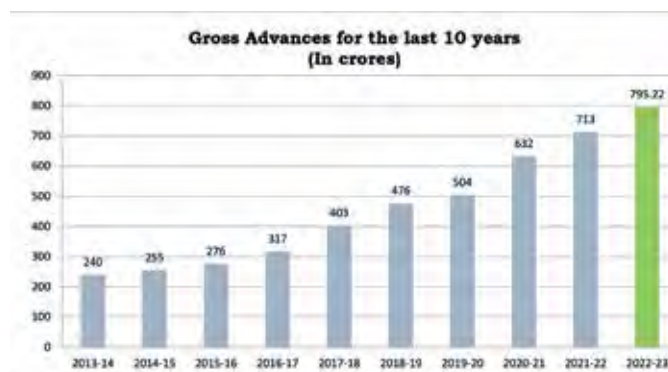


413.05 crore on 31st March, 2022. The earning per share in the year 2022-23 reached Rs 43.05 as against Rs 29.13 in the year 2021-22. The Capital to Risk Assets Ratio (CRAR) of the company for the year stood at 24.36% as against 24.31% in the previous year. These achievements highlight the Corporation's strong operational efficiency and strategic initiatives that have propelled its growth.



GROSS ADVANCES

We achieved a disbursement of Rs.795.22 Crore against our targeted loan disbursement of Rs.750 Crore during 2022-23, as against the previous year's (2021-22) loan disbursement of Rs.713.14 Crores. The Gross advances increased by 11.5% during the reporting year as against the previous year 2021-22.



FUND WISE BREAK OF THE DISBURSEMENT

Loans from National Backward Classes Finance and Development Corporation (NBCFDC)	97.67 Crore
Loans from National Minorities Development and Finance Corporation (NMDFC)	161.18 Crore
Loans from National Safai Karamcharis Finance & Development Corporation (NSKFDC)	208.95 Crore
Own accruals	327.42 Crore
Overall	795.22 Crore

The microfinance loans disbursed during the year 2022-23 was Rs.297 Crore, which was 37.5% of the total gross advances as on 31 March 2023. The KSBCDC's own fund schemes have gained significant popularity in recent times. Loans from own accruals during the year 2022-23 was Rs.327.42 Crore, which was 41.17% of the total gross advances as on 31 March 2023.

A comparative analysis with the financial year 2021-22 reveals a marked increase in loan disbursements under several key schemes, including the Ente Veedu Housing Loan, Vehicle Loan and Personal Loan schemes. In the financial year 2022-23, the Ente Veedu Housing Loan scheme saw a notable rise in uptake, with 167 more beneficiaries availing the scheme compared to the previous year. This reflects a growing demand for affordable housing finance among the community. Similarly, the Personal Loan scheme experienced a significant increase in demand. During 2022-23, an additional Rs.71 crore was disbursed under this scheme, benefiting 2,376 more individuals than in 2021-22.

LOAN DISBURSEMENT SCHEME WISE BREAK UP

Loan Scheme	No. of Beneficiaries	Amount disbursed (in Lakhs)
Micro Finance Schemes	49504	29687.03
Self-Employment Scheme	5236	13517.61
Self-Employment Scheme (Credit Line -2)	290	904.63
Self-Employment Scheme (Re-Life)	213	211.33
Self-Employment Scheme (WC)	204	555.74
Self-Employment Scheme (WC) -Credit Line	16	43.97
Self-Employment Scheme (start-up)	2	4.40
Self-Employment Scheme (start-up credit)	1	2.00
New Swarnima Scheme	65	110.36
Education Loan Scheme	188	992.27
Marriage Assistance Scheme	1575	2988.15
Swasthagriha	49	154.14

Working Capital	371	879.52
Suvarnasree	6912	18158.67
Vidyasree	443	1017.69
Business Development Loan	63	213.48
Vehicle Loan	22	29.07
Personal Loan	1859	5847.11
Ashwasa Kiranam	9	10.71
Education Loan Scheme (Credit Line -2)	20	202.89
Ente Veedu - Housing Scheme	303	1270.6
Ente Veedu - Housing Scheme (Credit Line)	278	2172.78
Re-Turn Self Employment Scheme	85	469.76
Re-Turn Self Employment Scheme (Credit Line 2)	5	78.55
Total	67713	79522.45

Scheme wise disbursement (In lakhs)



GROSS COLLECTION

In the year under review, the Company achieved a total gross collection of Rs.742 Crore towards repayment of loan. This was Rs.159 Crore more than that in the previous year (Collection during 2021-2022 was Rs.583 Crore). Cumulative recovery as per the DCB for the year ending March 2023 was 97.88%.

Gross Collection (In Crores)



To conclude, on behalf of the Board of Directors, I express my sincere gratitude to the Government of Kerala, National Backward Classes Finance and Development Corporation (NBCFDC), National Minorities Development and Finance Corporation (NMDFC), and National Safai Karamcharis Finance & Development Corporation (NSKFDC) for their support and cooperation throughout this journey.

I also thank our beneficiaries for their trust and cooperation and our employees for their invaluable contribution in strengthening the Company.

Anjana M IAS
Managing Director

Awareness Programme



Kollam District Office



Kottayam District Office



Idukki District Office

Awareness Programme



Mananthavady Sub District Office



Neyyattinkara Sub District Office



Kozhikode District Office



Kasaragod District Office

Directors' Report

Dear Shareholder,

Your Directors take pleasure in presenting the Twenty Eighth Annual Report on the business operations and achievements of your company together with the Audited Annual Accounts for the year ended 31st March 2023.

As you may be aware, your company incorporated on 28th February 1995 under the Companies Act 1956 wholly owned by the Government of Kerala under the administrative control of the Backward Classes Development Department and is a Non-Banking Finance Company registered with RBI.

The Authorized share capital of the Corporation is Rs.200 Crores out of which equity shares worth Rs.151.13 Crores has already been issued as on date. The main objective of the Corporation is the uplifting of the backward classes and minority Communities within the State of Kerala and this is by way of rendering financial assistance, setting up self-employment ventures and by undertaking such other welfare activities.

FINANCIAL RESULTS

Financial Results	For the year ended 31 st March 2023 (₹. In lakhs)	For the year ended 31 st March 2022 (₹. In lakhs)
A. INCOME		
Interest Earned	12133.82	10207.99
Other Income	234.83	194.88
	12368.65	10402.87
B. EXPENDITURE		
Finance Costs	4028.09	3613.06
Employees Benefit Expenses	1680.91	1849.46
Administrative and Other Expenses	508.98	531.29
Impairment on Financial Instruments	600.68	(4.73)
Depreciation	104.50	44.19
	6923.15	6033.26
C. Exceptional Items	972.06	

D. Other comprehensive income	39.25	
Net Profit (A-B+C+D)	6456.81	4369.61

The profit earned by the Corporation during the period under report is Rs.6456.81 lakhs as against Rs.4369.61 previous year.

BOARD OF DIRECTORS

The appointment and cessation of Chairmanship & Directorship during the year 2022-23

Name	Designation	Date of Appointment	Cessation
Adv. K Prasad	Chairman	13-12-2021	Continuing
Shri. N. Devidas I.A.S.	Managing Director (from 02/03/2022)	13-12-2021	Continuing
Shri. V.P Kunhikrishnan	Director	13-12-2021	Continuing
Smt. S. Pushpalatha	Director	13-12-2021	Continuing
Smt. S. Latha	Director	30-03-2022	Continuing
Adv. P.P Udhayakumar	Director	26.08.2022	Continuing
Shri. T.D Baiju	Director	26.08.2022	Continuing
Shri. Sreeni G	Director	26.08.2022	Continuing
Dr. Vinay Goyal IAS	Director	28.02.2023	Continuing
Dr. Rakesh Sarval IAS (NMDFC)	Director	28.02.2023	continuing
Shri. Rajan Segal IFS	Director	28.02.2023	continuing
Shri. Ferold	Director	21.02.2019	26.08.2022
Shri. Gopi Kottamurickal	Director	03.02.2017	26.08.2022
Shri. Mahendran	Director	03.02.2017	26.08.2022
Shri. T. Kannan	Director	09.02.2018	26.08.2022
Shri. S.K. Dev Varman IAS	Director	13.12.2021	28.02.2023

The Board would like to place on record the valuable services rendered by them during their tenure as the Board of Directors of Kerala State Backward Classes Development Corporation Ltd.

CORPORATE GOVERNANCE

Your Company being a Government Company has been following good Corporate Governance which involves transparency, accountability, ethical practices full disclosure, independent monitoring of the state of affairs of the Corporation and the compliance of laws and regulations in accordance with the policies and guidelines of the Government from time to time.

CORPORATE SOCIAL RESPONSIBILITY

Your company as contemplated in Schedule VII the Companies Act 2013 formed an Eight-member committee known as the Corporate Social Responsibility Committee with the Chairman, one Director from the Finance Department, Kerala Government Secretariat and the Managing Director altogether forms the committee. In addition, it has decided that the presence of at least three of the above said members are sufficient enough to make the decision so the sub-committee valid. During the year, your company has expended Rs.71,04,520 Lakhs as CSR expenses which is 1.10% of the Corporation's total profit of the year. As per Companies Act 2023, Section 135(1) annual report of CSR attached as **Annexure 1** to this report

INTERNAL COMPLAINTS COMMITTEES

(Information under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013)

The Company has constituted Internal Complaints Committee, as per letter and spirit contained in the provisions of "The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013", at 34 district and sub district offices and Head Office to prevent and redress the complaints relating to sexual harassment and to organize workshops/ awareness programs to empower women employees while handling cases relating to sexual harassment.

AUDIT COMMITTEE

The Board of Directors has constituted an Audit committee with Shri.V.P. Kunhikrishnan as Chairman and Directors Smt.S. Pushpalatha, Adv.P. P Udhayakumar, Shri.T.D. Baiju, Smt.Latha S, Shri. Sreeni G. as its members.

CAPITAL STRUCTURE

The Authorized Share Capital of the Corporation is Rs.200 crores and the Company has allotted Shares to the Government of Kerala for Rs.150 Crores as on 31.03.2023.

ACHIEVEMENTS DURING THE YEAR

- (i) By utilizing the resources mobilized from NBCFDC, NMDFC and the financial assistance made by the Government of Kerala in addition to the own fund, financial assistance was provided to 67713 beneficiaries belonging to Backward and Minority communities under various projects with a total disbursement of Rs.795.25 Crores. The total disbursement made during the previous year was Rs.713.15 Crores.
- (ii) b) Loan collection and recovery from the Beneficiaries: Total recovery from the beneficiaries during the year 2022 -23 is Rs.741.72 Crores against the target of Rs.583 Crores. As per the Demand Collection Balance (DCB) statement, the cumulative collection percentage during the year is 97.88%

PROJECTS UNDERTAKEN

During the year 2022-23, the Corporation has extended its financial assistance to the society by giving assistance in the following manner;

Sl. No.	Loan Schemes	Financial Year 2022 - 23	
		No of Loans	Amount in Lakhs
1	Ashwasa Kiranam	9	10.71
2	Business Development Loan	63	213.48
3	Education Loan Scheme	188	992.27
4	Education Loan Scheme (Credit Line -2)	20	202.89
5	Ente Veedu-Housing Scheme	303	1270.60
6	Ente Veedu - Housing Scheme (Credit Line -2)	278	2172.78
7	Mahila Samridhi Yojana	174	21723.54
8	Marriage Assistance Scheme	1575	2988.15
9	Micro Finance Scheme	201	7963.49
10	New Swarnima Scheme	65	110.36
11	Personal Loan	1859	5847.11
12	Re-Turn Self Employment Scheme	85	469.76
13	Re-Turn Self Employment Scheme (Credit Line-2)	5	78.55
14	Self-Employment Scheme	5236	13517.61
15	Self Employment Scheme (Credit Line -2)	213	211.33
16	Self-Employment Scheme (Re-Life)	213	211.33
17	Self-Employment Scheme (WC)	204	555.74
18	Self Employment Scheme (WC)-Credit Line -2	16	43.97
19	Suvarnasree	6912	18158.67
20	Swasthagriha	49	154.14
21	Vehicle Loan	22	29.07
22	Vidyasree	443	1017.69
23	Vidyasree (Laptop)	5	3.37
24	Working capital	371	879.52
25	Self-Employment Scheme (Startup)	2	4.40
26	Self-Employment Scheme (Startup) - Credit	1	2.00
Total		18584	79523 (Round off)

DISCLOSURE

EXTRACT OF ANNUAL RETURN

In compliance to provisions of Section 134(3)(a) read with provisions of sub-section (3) of Section 92 of the Companies Act, 2013, extract of annual return will be placed at the Website of Corporation i.e. www.ksbcdcd.com.

1. STATEMENT ON DECLARATION OF INDEPENDENT DIRECTORS

Provisions of Section 134 (3)(d) read with sub-section (6) of Section 149 of the Companies Act, 2013 (requiring a statement on declaration given by independent Directors), is not applicable to the Company.

2. DISCLOSURE ON COMPANY'S POLICY ON DIRECTOR'S APPOINTMENT AND REMUNERATION

It is to report that the requirements of disclosing Company's policy on Directors' appointment and remuneration including the criteria for determining qualifications, positive attributes, independence of a Director and other matters provided under sub-section (3) of Section 178 of the Companies Act, 2013 are not applicable.

Explanations on Comments by the Board on every Qualifications The reply to Comments/Qualification of the Independent Auditor is separately attached to the report as Addendum.

3. SECRETARIAL AUDIT REPORT

By virtue of provisions of Section 204 of the Companies Act, 2013 read with Rule 9(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2013, your Corporation is not required to obtain Secretarial Audit Report for the period under review

4. PARTICULARS OF LOANS, GUARANTEE OR INVESTMENTS

Pursuant to provisions of Section 186 of Companies Act, 2013, your Company has made no investments and hence no disclosure required.

5. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

The Company has not entered in to any contracts or arrangement with any of its related party.

6. DIVIDEND

The Board has not recommended any Dividend for this Financial Year.

7. MATERIAL CHANGES AND COMMITMENTS

The Material Changes have been separately disclosed in the notes to accounts.

8. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUT GO

The activities undertaken by your Corporation do not fall under the purview of disclosures of particulars under Section 134(3)(m) of the Companies Act, 2013, in so far as it relates to the conservation of energy, technology absorption, foreign earnings and out go.

9. RECRUITMENTS

The Company newly recruited 10 no. of employees during the FY 2022-23.

10. DETAILS OF SUBSIDIARY / JOINT VENTURES / ASSOCIATE COMPANIES

Nil

DIRECTORS RESPONSIBILITY STATEMENT

In pursuance of section 134 (3) (c) read with sub section 5 of Companies Act 2013, we confirm:

- a. That in the preparation of annual accounts, the applicable accounting standards have been followed and there are no material departures made from the same.
- b. That the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of financial year and the profit of the company for that period
- c. That the directors had taken proper and sufficient care for maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities that directors had prepared the annual accounts on a going concern basis.
- d. The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively
- e. The Directors had prepared the Annual Account on a going concern basis
- f. The directors had devised proper systems to ensure proper compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

BOARD COMMITTEES

CSR COMMITTEE

In pursuance to the provisions of Section 135 of the Companies Act, 2013 read with rule 5 of Companies (Corporate Social Responsibility Policy) Rule, 2014, the

Board of Directors vide 219th Meeting constituted CSR Committee comprising of 8 directors, namely, 1) Adv.K. Prasad 2) Shri.V.P. Kunhikrishnan 3) Smt.S. Pushpalatha 4) Shri.T.D. Baiju 5) Adv. P.P. Udhayakumar 6) Smt.Latha S. 7) Shri. Sreeni G. 8) Shri.Devidas N. IAS (Managing director), KSB CDC CSR report as Annexure 1

AUDIT COMMITTEE

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 of Companies (Meetings of Board and its Powers) Rule, 2014 specifying the classes of Companies to constitute Audit Committee are not applicable on your Corporation. However, as a part of implementing good Corporate Governance the Board of Directors of your Corporation has constituted Audit Committee.

NOMINATION & REMUNERATION COMMITTEE AND STAKEHOLDERS RELATIONSHIP COMMITTEE

Provisions of Section 178 of the Companies Act, 2013 read with Rule 6 of Companies (Meetings and Board and its Powers) Rules, 2014, Your corporation is not required to constitute a Nomination and Remuneration committee of the board.

VIGIL MECHANISM

As per provisions of sub-section (9) of Section 177 of the Companies Act, 2013 read with Rule 7(1) of Companies (Meetings of Board and its Powers) Rules, 2014, your Corporation is within the purview of formation of Vigil Mechanism. The employees are encouraged to report unethical behavior, actual or suspected fraud, if any, to the higher authorities.

AUDIT & AUDITORS

APPOINTMENT OF AUDITORS FOR THE FINANCIAL YEAR 2023-24

M/s Ananthan & Sundaram (SR0255), (123 Sivakarathi, Sankar Nagar, Neeramankara, Kaimanam P.O., Thiruvananthapuram-695040) was appointed as Statutory Auditors by C&AG for the Financial Year 2023-24.

AUDITOR'S REPORT

Auditor's Report on the financial statements for the year 2022-23 together with the notes there on has attached. A perusal of the statement reflects that it certifies true and fair view of the state of affair so the Company and itself-explanatory.

COMMENTS OF COMPTROLLER AND AUDITOR GENERAL OF INDIA

The Company had submitted the financial statement for the year 2022-23 together with the report of the Auditors to the office of C&AG for their review

and comment and the Comments and the reply of the Company has been included in the Annual Report.

STATUTORY DISCLOSURES

DISCLOSURE UNDER COMPANIES ACT, 2013

The details of other disclosure or reporting with regard to following matters are not required, as there were no transactions on these items during the year:-

- a. Details relating to deposits as stipulated in Chapter V of the Companies Act, 2013.
- b. Issue of equity shares with differential rights to dividend, voting or otherwise.
- c. Issue of shares (including sweat equity shares) to the employees of the Corporation under any scheme
- d. No significant material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and operations of the Corporation.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMAN AT WORKPLACE

In Compliance to the provisions of the Sexual Harassment of Women at Work place (Prevention, Prohibition and Redressal) act, 2013, citing out the requirements by every Corporation regarding disclosure in its Annual Report of any instance or case received under the Act, during the year under review, there were no cases received under this Act. The guidelines have also been forwarded to women employees of the Corporation.

INFORMATION PLACED ON WEBSITE

As per statutory requirements, Company is required to place various policies/documents/Information on its website www.ksbcd.com. Corporation has a functional website and all the requisite information has uploaded thereat.

IMPLEMENTATION OF RIGHT TO INFORMATION ACT, 2005

Your Company has implemented Right to Information (RTI) Act, 2005, which enhances the common citizens by providing access to information with a view to enlighten them on the accountability and transparency practised in the Company. The Information required to disclose under clause 4(1) (b) of RTI Act has already placed on the website, along with the Annual status of receipt and disposal of the RTI Applications and Appeals. The quarterly and Annual Reports on implementation of RTI Act are also been submitted online to the Central Information Commission. The Company has always endeavoured to ensure that various provisions of the RTI Act, 2005 are implemented in letter and spirit

DETAILS OF APPOINTMENT AND CESSATION OF DIRECTORS AND THEIR ATTENDANCE IN THE BOARD MEETINGS & GENERAL MEETINGS

Name	Designation	Capacity	Appointment	Cessation	Attendance w.r.t Board Meeting	Attendance in the AG-M/E GM Held during 2022-23
Shri. N. Devidas I.A.S.	Director (Managing Director)	MD- KSBCDC	13.12.2021	Continuing	11/11	2/2
Shri. V.P. Kunhikrishnan	Director	NA	13.12.2021	Continuing	08/11	1/2
Smt. S. Pushpalatha	Director	NA	13.12.2021	Continuing	07/10	1/2
Adv. K. Prasad	Chairman	NA	13.12.2021	Continuing	11/11	2/2
Smt. S. Latha	Director	Additional Secretary- Govt. of Kerala	30.03.2022	Continuing	10/11	2/2
Shri. Sreeni G	Director	Joint Secretary- Govt. of Kerala	26.08.2022	Continuing	7/8	2/2
Shri. T.D Baiju	Director	NA	26.08.2022	Continuing	7/8	2/2
Adv. P.P. Udhayakumar	Director	NA	26.08.2022	Continuing	7/8	2/2
Shri. Ferold	Director	NA	21.02.2019	26.8.2022	1/1	0/2
Shri. Mahendran	Director	NA	03.02.2017	26.8.2022	3/3	0/2
Shri. T. Kannan	Director	NA	09.02.2018	26.8.2022	2/3	0/2
Shri. Gopi Kottamurickal	Director	NA	03.02.2017	26.8.2022	1/3	0/2

DETAILS OF ATTENDANCE OF DIRECTORS FOR THE BOARD MEETING HELD DURING THE YEAR 2022-23

Ordinal Number of the Meeting	Date of the Meeting	Attendees	Absentees
221	18/05/2022	Shri. K. Prasad	Shri. Gopi Kottamurickal
		Shri. S.D. Ferold Xavier	Shri. V.P. Kunhikrishnan
		Shri. A. Mahendran	Shri. Kannan T.
		Smt. Latha S.	
		Shri. Devidas N. IAS	

222	21/06/2022	Shri. K. Prasad.	Shri. Gopi Kottamurickal
		Shri. A. Mahendran	Shri. V.P. Kunhikrishnan
		Smt. Latha S.	
		Shri. Devidas N. IAS	
		Shri. Kannan T	
		Smt. Pushpalatha	
223	22/07/2022	Shri. K. Prasad	Smt. Pushpalatha
		Shri. Gopi Kottamurickal	
		Shri. V.P. Kunhikrishnan	
		Shri. Kannan T.	
		Shri. A. Mahendran	
		Smt. Latha S.	
		Shri. Devidas N. IAS	
224	26/08/2022	Shri. K. Prasad	Shri. V.P. Kunhikrishnan
		Adv. P.P Udayakumar	Smt. Pushpalatha
		Shri. T.D Baiju	
		Smt. Latha S.	
		Shri. Devidas N. IAS	
		Shri. Sreeni G.	
225	26/09/2022	Shri. K. Prasad	Smt. Pushpalatha
		Adv. P.P Udayakumar	
		Shri. T.D Baiju	
		Smt. Latha S.	
		Shri. Devidas N. IAS	
		Shri. Sreeni G	
		Shri. V.P. Kunhikrishnan	

226	29/10/2022	Shri. K. Prasad	Shri. Sreeni G
		Adv. P.P Udayakumar	Smt. Latha S.
		Shri. T.D Baiju	
		Shri. V.P. Kunhikrishnan	
		Shri. Devidas N. IAS	
		Smt. Pushpalatha	
227	29/11/2022	Shri. K. Prasad	
		Adv. P.P Udayakumar	
		Shri. T.D Baiju	
		Shri. V.P. Kunhikrishnan	
		Shri. Devidas N. IAS	
		Smt. Pushpalatha	
		Shri. Sreeni G.	
		Smt. Latha S.	
228	28/12/2022	Shri. K. Prasad	
		Adv. P.P Udayakumar	
		Shri. T.D Baiju	
		Shri. V.P. Kunhikrishnan	
		Shri. Devidas N. IAS	
		Smt. Pushpalatha	
		Shri. Sreeni G.	
		Smt. Latha S.	
229	28/01/2023	Shri. K. Prasad	Adv. P.P Udayakumar
		Shri. V.P. Kunhikrishnan	Shri. T.D Baiju
		Shri. Devidas N. IAS	
		Smt. Pushpalatha	
		Shri. Sreeni G.	
		Smt. Latha S.	

230	28/02/2023	Shri. K. Prasad	Dr. Rakesh Sarwal IAS
		Adv. P.P Udayakumar	Shri. Rajan Segal IFS
		Shri. T.D Baiju	
		Shri. V.P. Kunhikrishnan	
		Shri. Devidas N. IAS	
		Smt. Pushpalatha	
		Shri. Sreeni G	
		Smt. Latha S.	
231	20/03/2023	Shri. K. Prasad	Dr. Rakesh Sarwal IAS
		Adv. P.P Udayakumar	Shri. Rajan Segal IFS
		Shri. T.D Baiju	
		Shri. V.P. Kunhikrishnan	
		Shri. Devidas N. IAS	
		Smt. Pushpalatha	
		Shri. Sreeni G.	
		Smt. Latha S.	
		Dr. Vinay Goyal IAS	

DETAILS OF ANNUAL GENERAL MEETING HELD DURING THE LAST 3 FINANCIAL YEARS

The Annual General Meetings of the Company are held at the Registered Office of the Company and the details of Annual General Meeting held during the last 3 Financial Years are as follows;

Sl.No	Financial Year of the AGM	Ordinal Number	Date	Time	Location
1.	2020-21	24 th Adjourned AGM	22.06.2020	11.00 a.m.	Registered Office
2.	2020-21	25 th AGM	30.09.2020	11.00a.m	Registered Office
3.	2021-22	25 th Adjourned AGM	28.06.2021	11.00 a.m	Registered Office
4.	2021-22	26 th AGM	30.09.2021	11.00 a.m	Registered Office
5.	2021-22	26 th Adjourned AGM	20.12.2021	11.00 a.m	Registered Office
6.	2022-23	27 th AGM	17.09.2022	11.00 a.m	Registered Office

DETAILS OF THE SUB COMMITTEES HELD DURING THE FINANCIAL YEAR 2022-23

The Company has 5 sub committees of the Board of Director and will be convened as per the requirement. The details and frequency of the Sub Committees held during the Financial Year 2022-23 is as follows;

MICROCREDIT/MAHILASAMRIDHI SUB COMMITTEE

The Sub Committee of Board of Directors has 8 Directors as its Members and minimum 3 Directors are required to form the Quorum. This sub-Committee has usually convened to approve the Micro Credit and Mahila Samridhi Yojana Loan Applications received from the Kudumbasree and NGOs. Evaluating the need for funding in those social sectors, the Company enhanced the loan disbursement towards Micro Credit/ Mahila Samridhi Yojana from Rs. 118 lakhs to Rs. 21734.5 lakhs. During the Financial Year 2022-23, the Committee held meeting 6 times.

AUDIT COMMITTEE

The Audit Committee has 6 Directors as its members and minimum 3 Directors are required to form the quorum. The Audit Committee though not mandatory for the Companies as per Section 177 of the Companies Act 2013, the same is constituted to supervise the financial performance and financial management of the Company including the Internal Control measures taken by the Company, time to time. During the Financial Year 2022-23, the Committee held meeting only once.

LDRF COMMITTEE

The Sub Committee (Loanee Distress Relief Fund Committee) examines the application form received under LDRF Scheme, which is implemented to rescue such loanees, who may fall in to unfortunate situations like death of the loanee, death of the spouse who is the earning member, chronic disease etc. A Proportionate amount from processing Fee charged on the loanees will be transferred to Special Reserve Fund known as Loanee Distress Relief Fund. This Sub Committee of Board of Directors has 8 Directors as its Members and minimum 3 Directors are required to form the quorum. The committee held meeting 11 times during the year.

HRD COMMITTEE

The Human Resource Development Committee is constituted for discussing employee related issues and recommends to the Board various welfare schemes and proposals for boosting up the employee morale of the Company. This Sub Committee of Board of Directors has 8 Directors as its Members and minimum 3 Directors are required to form the quorum.

CSR COMMITTEE

The Sub Committee (Corporate Social Responsibility Committee) has constituted as per Section 135 of the Companies Act 2013 and this committee scrutinizes the proposals of the schemes received for implementing various CSR Objectives of the

Company. This Sub Committee of Board of Directors has 8 Directors as its Members and minimum 3 Directors are required to form the quorum. During the Financial year 2022-23, the Committee met 4 times.

NOMINATION & REMUNERATION COMMITTEE AND STAKEHOLDERS RELATIONSHIP COMMITTEE

The Nomination and Remuneration Committee has 8 Directors as its members and minimum 3 Directors are required to form the quorum. The Nomination and Remuneration Committee though not mandatory for the Companies as per Section 178 of the Companies Act 2013, the same is constituted to ensure the remuneration and nomination policies of the Company are effective and meet the company's strategic goal. One meeting of the committee was held during the year.

RISK MANAGEMENT COMMITTEE

The Risk Management Committee has 8 Directors as its members and minimum 3 Directors are required to form the quorum. The Committee has constituted to oversee the Organization's risk management strategy and practices.

ASSETS LIABILITY MANAGEMENT COMMITTEE

The Asset Liability Management Committee has 8 Directors as its members and minimum 3 Directors are required to form the quorum. The same has constituted to coordinate the management of assets and liabilities with a goal of earning adequate returns. During the Financial Year 2022-23, the Committee held meeting only once

APPRECIATION AND ACKNOWLEDGEMENT

The Directors express their sincere thanks to the NBCFDC, NMDFC, NSKFDC and Comptroller and Auditor General of India, Statutory Auditors, for the co-operation and support extended by them. The Directors take this opportunity to thank the Reserve Bank of India and other regulatory authorities, Company's bankers for their continued support and confidence reposed in the Company

Your directors also place on record their deep appreciation to employees at all levels for their hard work, dedication and commitment.

Date : Place : 27/03/2025
Thiruvananthapuram

For and on behalf of the Board of Directors
Sd/-
(Chairman CSR Committee)

ADDENDUM TO DIRECTORS REPORT FOR THE YEAR ENDED 31ST MARCH, 2023

REPLIES TO STATUTORY AUDITOR'S COMMENTS

Sl	Statutory Auditor Qualifications	Management reply to Statutory Auditor's Qualifications
1	Identification of Non-Performing Assets has been done on facility wise and not borrower wise, which is against the prudential norms prescribed by the Reserve Bank of India.	Identification of Non- Performing Assets on the basis of borrower wise is been implemented from financial year 2023-24 onwards
2	The Company is not having the system of collection of balance confirmation from the loanees.	The company will adopt a system of collection of balance confirmation from the loanees from FY 2025-2026
3	The company's system of accounting for property, plant and equipment in the case of sale of scrap and buy back of asset doesn't give effect to the ledgers and register of property, plant and equipment. This accounting treatment is not in compliance with IND AS 16 – Property Plant and Equipment. In the absence of adequate information, we are unable to quantify the impact of the same on the standalone Ind AS financial statements	The accounting entry was corrected in FY 22-23, PPE Register will be corrected subsequently
4	A nominal value of Re 1 is shown for Leasehold Property under Property, Plant, and Equipment. The company does not have documentary evidence to confirm that the land is held as leasehold. According to Government of Kerala's GO (MS) No. 360/14/Revenue, the company was permitted to construct a building in Kollam with an annual lease rent of Rs 0.93 lakhs from 2013-14 to 2015-16. However, the Kollam Municipal Corporation issued a stop memo due to a violation of KMBR Rules, as the land allocated was designated as a park and open space in the Kollam Development Master Plan. Out of the total expenditure amounting to Rs.28.08 lakhs incurred to the company, an amount of Rs.3.39 lakhs were spent on the construction of a basement for a compound wall, which is recorded under Building (Refer Note 2(a)) under Property, Plant and Equipment and balance of Rs.24.33 lakhs were recorded under the head Claim receivable (Refer 2.d(c), since the Contractor M/s Hindustan Prefab Ltd had abandoned without proceeding with the construction and the issue is under Arbitration. Since the company does not have ownership or leasehold rights for the land, the expenditures related to the construction of the compound wall amount of Rs.3.39 lakhs should have been classified as revenue expenditure. This has resulted in overstatement of Profit, understatement of expenditure and overstatement of Property, Plant and Equipment amounting to Rs.3.39 lakhs.	Government sanction received to entrust the work with ULCCS Sole Arbitrator appointed by the Hon. High court as per judgement AR.No. 208/2023 dated 20/12/2023. The claim submitted by the corporation for an amount of Rs. 8005566/- against Hindustan Prefab Limited. As per letter no. DCKLM/ 7736/2020/L2 dated 18/09/2021 received from the Kollam district collector lease amount payable fixed up to the period 2021-22. Corporation has also sent request to government to give the ownership of the said land at free of cost

5	<p>The company through private placement of shares issued in the name of Government of Kerala had raised Rs. 1,121.20 lakhs on November 3, 2021. However, the company had not made allotment of shares against share application money of Rs. 113.80 Lakhs received from the Government of Kerala and has not repaid the money till the date of our report. As per section 42 of the Companies Act 2013, companies accepting private placement has to allot shares against share application money within 60 days, if not, then it is to be repaid within 15 days of expiry of 60 days from receipt.</p> <p>As informed by the Company, share application money received are not refundable to the Government and allotment of shares were made during the year 2023- 2024, hence classified under Share Application Money pending allotment.</p>	1,13,800 shares were allotted in the name of Government of Kerala during the year 2023-24
6	Under Note 4(a) Balance sheet – “Provisions”, Gratuity payable to contract employees amounting to Rs.9.03 Lakhs is been payable for years together. As informed by the management, there is no such claim pending before the KSBCDC. Hence, we are unable to quantify the impact of the same on the standalone Ind AS financial statements.	Gratuity is payable to contract employees who have worked in the Corporation for more than five years; hence, a provision has been made for gratuity payable
7	The company has not disclosed schedule to the Balance sheet of a non-banking financial Company as required under Master Circular- Disclosure Norms for financial Institutions RBI/2015-16/103, DBR.No. FID.FIC.2/01.02.00/2015-16 issued by RBI with respect to maturity pattern of assets and liabilities and disclosure of restructured accounts.	The Company disclosed schedule to the Balance sheet of a non-banking financial Company as required under RBI’s Master Circular - Disclosure Norms in FY 2023-24

REPLIES TO COMMENTS OF COMPTROLLER & AUDITOR GENERAL OF INDIA

Sl	Comments of Comptroller & Auditor General of India	Management reply to comments of Comptroller & Auditor General of India
1	The Management has not considered the outstanding share application money of ₹ 113.80 lakh for calculating the diluted EPS. As per para 36 and 41 Ind AS 33, the company should have considered dilutive potential ordinary shares which shall be deemed to have been converted into ordinary shares at the beginning of period or, if later, the date of issue of said shares. This has resulted in overstatement of the Diluted EPS stands by ₹ 0.33. the diluted EPS to be disclosed was 42.72.	Restated in the financial statements of 2023-2024
2	Purchase of Property Plant and Equipment – this includes value of Right of Use (RoU) assets amounting to ₹199.52 lakh. The value of RoU assets were arrived at by valuing the buildings taken on lease by the Company. The lease rental was recognized as an expense in the Statement of Profit and Loss. However, as the value of assets was the fair value computed as per Ind As 116, there was not cash outflow.	Corrected in the financial statements of 2023-2024
3	While the Company has not disposed any asset during the year (Note 2a), the item head “Sale/Disposal of Asset/CWIP” for ₹25.10 lakh was irregularly included in the cash flow statement, on account of reclassification of CWIP and motor vehicle held for sale	Corrected in the financial statements of 2023-2024
4	The item head ‘Decrease in Reserve’ for ₹219.94 lakh was actually a book transfer from the Loanees Distress Relief Fund to provide relief to loanees in distress.	Corrected in the financial statements of 2023-2024
5	Change in ‘other non- financial liabilities’ amounting to ₹122.60 lakh is due to first time accountal of RoU liability in FY 2022-23	Corrected in the financial statements of 2023-2024

REPLIES TO COMMENTS OF SECRETARY (FINANCE)

Sl	Comments of Secretary (Finance)	Management reply to comments of Secretary (Finance)
1	<ul style="list-style-type: none"> During the period under review, the total revenue of corporation has increased by 20.7% to Rs.123.68 Crore as compare to Rs.102.40 Crore during the previous year. The net profit of the corporation has increased during 2022-23, to Rs.64.17 Crore as against Rs.43.69 Crore during 2021-22. The figures are appreciable and the organization should maintain this positive trend. The Earnings per share has raised significantly to Rs.43.05 as against Rs.29.13 in the previous year. Share application money to the tune of Rs.113.80 Lakh is pending for allotment. 	Allotment of shares was made during the year 2023-2024, hence classified under Share Application Money pending allotment.
2	Gross amount required to be spent for the CSR activities by the Company during the year was Rs. 71.05 Lakh, whereas the company has expended only Rs. 13.27 Lakh. Company shall streamline its CSR activities in line with the CSR policy of GoI.	The balance CSR amount has been spent in financial year 2023-2024
3	Company must take earnest efforts to clear the dues which are pending for more than 10 years before the forums like CESTAT, Bengaluru, The Commissioner (appeals).	The proceedings are ongoing under various forums
4	Software of the Corporation should be redesigned and tested to fulfil the requirements of the Company.	Corporation takes steps to redesigning the software which fulfill the requirement of the company
5	The company has not revalued its property, plant and equipment and intangible assets during the year. Corporation should revalue its property and also conduct physical verification of its fixed assets periodically.	Physical verification of fixed asset on a quarterly basis done from the financial year 2025 -26 onwards
6	The Company is not having the system of collection of balance confirmation from loanees.	The company will adopt a system of collection of balance confirmation from the loanees from FY 2025-2026
7	The company's system of accounting for property, plant and equipment in the case of sale of scrap and buy back of asset does not give effect to the ledgers and register of property, plant and equipment	The accounting entry was corrected in FY 22-23, PPE Register will be corrected subsequently
8	The company has not disclosed schedule to the Balance Sheet of a Non-Banking Financial Company as required under Master Circular - Disclosure Norms for Financial institutions. The company has to focus on complying master circular directions of RBI.	The Company disclosed schedule to the Balance sheet of a Non- Banking financial Company as required under Master Circular- Disclosure Norms in FY 2023-24
9	As per the Mo U with Norka, the company has to maintain the subsidy as interest free deposit for a period of four years or till it is released to the borrowers' loan account. But the company has utilized this for its regular business operation, which is not appreciable.	The Company decided to open a interest free deposit account to maintain the subsidy from NORKA

ANNEXURE 1**CSR INITIATIVES OF THE COMPANY
ANNUAL REPORT ON CSR ACTIVITIES FOR THE FINANCIAL YEAR 2022-23**

(Pursuant to Companies (Corporate Social Responsibility Policy) amendment Rules, 2021)

The Company has framed and adopted a Policy on CSR to align its philosophy to initiate measures and pursue socially useful programmes with the objectives and activities of CSR envisaged and incorporated in the Companies Act, 2013 and the rules made thereunder. CSR Policy of the Company sets out the commitment towards ensuring that our activities extend beyond business and include initiatives and endeavours for the benefit and development of the community and society. The CSR Policy lays down guidelines for undertaking programmes geared towards social welfare activities or initiatives.

In terms of the provisions of Section 135 of the Act read with Companies (Corporate Social Responsibility Policy) Rules, 2014, the Board of Directors of your Company has constituted a Corporate Social Responsibility ("CSR") Committee which is chaired by Adv K Prasad.

The Corporate Social Responsibility Policy is available on the website of the Company

COMPOSITION OF CSR COMMITTEE

Sl No	Name of Director	Designation	No of CSR Committee meetings held during the year	Attendance of members in the CSR Committee meetings
1.	Adv K Prasad	Chairman	4	4
2.	Shri. Devidas N. IAS	Managing Director	4	4
3.	Adv Udayakumar P	Director	4	3
4.	Shri TD Baiju	Director	4	3
5.	Smt. Latha S	Director	4	3
6.	Shri Sreeni G	Director	4	2
7.	Shri Kunjikrishnan	Director	4	3
8.	Smt. S. Pushpalatha	Director	4	3

DETAILS OF CSR SPEND DURING THE YEAR

Net Profit for the year 2019 - 20	14,21,35,000/-
Net Profit for the year 2020 - 21	23,59,81,000/-
Net Profit for the year 2021 - 22	68,76,03,000/-
Total	106,57,19,000/-

Average Net Profit of the company as per section 135(5)	35,52,39,667/-
2% of average Net Profit of the company as per section 135(5)	71,04,793/-
Total Amount to be spend for the financial year 2022-23	71,04,793/-

CSR PROJECTS UNDERTAKEN DURING THE FINANCIAL YEAR 2022 - 23

Sl. No.	Sector under schedule 7 of the companies Act, 2013	Amount spend on the projects
1	Eradicating hunger, poverty and malnutrition	10,00,000
2	Health care including preventive Health care	3,26,500
3	Promoting education	34,36,500
4	Amount unspent deposited to Prime Minister's Citizen Assistance and Relief in Emergency (PM CARES)	23,41,520
	Total	71,04,520



**OFFICE OF THE ACCOUNTANT GENERAL (AUDIT-I) KERALA,
THIRUVANANTHAPURAM**

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER
SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF
KERALA STATE BACKWARD CLASSES DEVELOPMENT CORPORATION LIMITED FOR
THE YEAR ENDED 31 MARCH 2023**

The preparation of financial statements of **Kerala State Backward Classes Development Corporation Limited for the year ended 31 March 2023** in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (the Act) is the responsibility of the Management of the Company. The Statutory Auditor appointed by the Comptroller and Auditor General of India under section 139 (5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the Standards on Auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 13 September 2024.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of **Kerala State Backward Classes Development Corporation Limited for the year ended 31 March 2023** under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries to the Statutory Auditors and company personnel and a selective examination of some of the accounting records.

Based on my supplementary audit, I would like to highlight the following significant matters under section 143(6) (b) of the Act which have come to my attention and which in my view are necessary for enabling a better understanding of the financial statements and the related audit report.

COMMENTS ON FINANCIAL POSITION

A COMMENTS ON PROFITABILITY

Earnings per Share Diluted - ₹ 43.05

The Management has not considered the outstanding share application money of ₹ 113.80 lakh for calculating the diluted EPS. As per para 36 and 41 of Ind AS 33, the company should have considered dilutive potential ordinary shares which shall be deemed to have been converted into ordinary shares at the beginning of period or, if later, the date of issue of the said shares. This has resulted in overstatement of the

Diluted EPS stands by ₹ 0.33. The diluted EPS to be disclosed was ₹42.72.

B COMMENTS ON CASH FLOW

Cash Flow Statement for the year ended 31 March 2023

As per 43 of Ind AS 7, investing and financing transactions that do not require the use of cash or cash equivalents shall be excluded from a statement of cash flows. Such transactions shall be disclosed elsewhere in the financial statements in a way that provides all the relevant information about these investing and financing activities.

Further, Para 44 clarifies that many investing and financing activities do not have a direct impact on current cash flows although they do affect the capital and asset structure of an entity. The exclusion of non-cash transactions from the statement of cash flows is consistent with the objective of a statement of cash flows as these items do not involve cash flows in the current period.

Audit noticed that the following heads in the Cash Flow Statement included the following non-cash items:

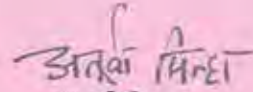
(a) Investing activities - ₹ 251.88 lakh

- i. Purchase of Property Plant and Equipment – this includes value of Right of Use (RoU) assets amounting to ₹199.52 lakh. The value of RoU assets were arrived at by valuing the buildings taken on lease by the Company. The lease rental was recognised as an expense in the Statement of Profit and Loss. However, as the value of assets was the fair value computed as per Ind AS 116, there was not cash outflow.
- ii. While the Company has not disposed any asset during the year (Note 2a), the item head ‘Sale/Disposal of Asset/CWIP’ for ₹ 25.10 lakh was irregularly included in the cash flow statement, on account of reclassification of CWIP and motor vehicle held for sale.

(b) Financing Activities – 15523.29 lakh

- i. The item head ‘Decrease in Reserve’ for ₹ 219.94 lakh was actually a book transfer from the Loanees Distress Relief Fund to provide relief to loanees in distress.
- ii. Change in ‘other non-financial liabilities’ amounting to ₹122.60 lakh is due to first time account of ROU liability in FY 2022-23.

भारत के नियंत्रक-महालेखापरीक्षक के लिए और उनकी ओर से
For and on behalf of the
Comptroller and Auditor General of India



अतूर्वा सिन्हा

ATOORVA SINHA

महालेखाकार (लेखापरीक्षा-I), केरला

ACCOUNTANT GENERAL (AUDIT-I),
KERALA

Thiruvananthapuram
Dated : 02.01.2025

Auditor's Report 2022-23

ANANTHAN & SUNDARAM
CHARTERED ACCOUNTANTS
SCTRA-33, TC.47/1949(2), LAKSHMI NIVAS, METHODU LANE,
THAMALAM, POOJAPPURA,
THIRUVANANTHAPURAM-695012
PHONE No.0471-2491601, 2491602
Email: ananthan_sundaram@hotmail.com

INDEPENDENT AUDITOR'S REPORT

To the Members of KERALA STATE BACKWARD CLASSES DEVELOPMENT CORPORATION LIMITED

Report on the Audit of the Standalone Ind AS Financial Statements

Qualified Opinion

We have audited the accompanying Standalone Ind AS financial statements of **KERALA STATE BACKWARD CLASSES DEVELOPMENT CORPORATION LIMITED** ("the Company") which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss including the statement of Other Comprehensive Income, the Statement of changes in equity and the Statement of Cash Flow Statement for the year then ended and notes to the Standalone Ind AS Financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, *except for the effects of the matter described in the Basis for Qualified Opinion*, section of our report the aforesaid Standalone Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with Companies (Indian Accounting standards) Rules, 2015, as amended, (Ind AS) and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and its **PROFIT**, changes in equity and its Cash Flow for the year ended on that date.

Basis for Qualified Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Ind AS Financial Statements section of



Page 1 of 26 1 of 26

our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Standalone Ind AS Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion on the Standalone Ind AS financial statements.

- (a) *We observed that in the following Loan accounts, identification of Non-Performing Assets has been done on facility wise and not borrower wise, which is against the prudential norms prescribed by the Reserve Bank of India.*

Loan Account No.	Borrower Name	Type of Loan	Classification As per Accounts	Actual Classification	Loan Outstanding as on 31/03/2023 (Amounts in Rs Lakhs)
050120713	Murali Mk	Marriage Assistance Scheme	SA	SSA3	0.59
050120475	Manju Saneesh	Suvarnasree	SA	SSA	1.70
010120003	Alan Fernandez	Working capital	SSA	DA1	0.87
070118184	Biju Nr	Marriage Assistance Scheme	SA	SSA	1.17
100119703	Lainjitha M	Suvarnasree	SA	SSA4	2.67
080117813	Asokan Ku	Suvarnasree	SA	SSA3	0.60
140204355	Subair K	Self-Employment Scheme(WC)	SA	SSA3	0.62
030114489	Nizar M	Working capital	SA	SSA4	1.07
110203978	Suneera Ak	Self-Employment Scheme	SA	SSA	0.004

Due to the lack of information, we are not able to quantify the impact of the above in financial statements.



- (b) *The Company is not having the system of collection of balance confirmation from the loanees.*
- (c) *The company's system of accounting for property, plant and equipment in the case of sale of scrap and buy back of asset doesn't give effect to the ledgers and register of property, plant and equipment. This accounting treatment is not in compliance with IND AS 16 – Property Plant and Equipment. In the absence of adequate information, we are unable to quantify the impact of the same on the standalone Ind AS financial statements.*
- (d) *A nominal value of Re 1 is shown for Leasehold Property under Property, Plant, and Equipment. The company does not have documentary evidence to confirm that the land is held as leasehold. According to Government of Kerala's GO (MS) No. 360/14/Revenue, the company was permitted to construct a building in Kollam with an annual lease rent of Rs 0.93 lakhs from 2013-14 to 2015-16. However, the Kollam Municipal Corporation issued a stop memo due to a violation of KMBR Rules, as the land allocated was designated as a park and open space in the Kollam Development Master Plan. Out of the total expenditure amounting to Rs.28.08 lakhs incurred to the company, an amount of Rs.3.39 lakhs were spent on the construction of a basement for a compound wall, which is recorded under Building (Refer Note 2(a)) under Property, Plant and Equipment and balance of Rs.24.33 lakhs were recorded under the head Claim receivable (Refer 2.d(c), since the Contractor M/s Hindustan Prefab Ltd had abandoned without proceeding with the construction and the issue is under Arbitration. Since the company does not have ownership or leasehold rights for the land, the expenditures related to the construction of the compound wall amount of Rs.3.39 lakhs should have been classified as revenue expenditure. This has resulted in overstatement of Profit, understatement of expenditure and overstatement of Property, Plant and Equipment amounting to Rs.3.39 lakhs.*
- (e) *The company through private placement of shares issued in the name of Government of Kerala had raised Rs.1,121.20 lakhs on November 3, 2021. However, the company had not made allotment of shares against share application money of Rs.113.80 Lakhs received from the Government of Kerala and has not repaid the money till the date of our report. As per section 42 of the Companies Act 2013, companies accepting private placement has to allot shares against share application money within 60 days, if not, then it is to be repaid within 15 days of expiry of 60 days from receipt.*



As informed by the Company, share application money received are not refundable to the Government and allotment of shares were made during the year 2023-2024, hence classified under Share Application Money pending allotment.

- (f) Under Note 4(a) Balance sheet –“Provisions”, Gratuity payable to contract employees amounting to Rs.9.03 Lakhs is been payable for years together. As informed by the management, there is no such claim pending before the KSBCDC. Hence, we are unable to quantify the impact of the same on the standalone Ind AS financial statements.*
- (g) The company has not disclosed schedule to the Balance sheet of a Non-Banking financial Company as required under Master Circular- Disclosure Norms for financial Institutions RBI/2015-16/103, DBR.No.FID.FIC.2/01.02.00/2015-16 issued by RBI with respect to maturity pattern of assets and liabilities and disclosure of restructured accounts.*
- (h) Note No.34-Notes on Reinstatement of Balances, Performance Incentives amounting to Rs.89.72 Lakhs should have been re-instated only as on 01.04.2022 instead of 01.04.2021 and 01.04.2022. Hence the Other Equity is understated to the extent of Rs.89.72 Lakhs as on 01.04.2021.*
- (i) The aggregate effect of all the above comments from (a) to (h) is unascertainable and hence the impact of the same on the results of the Company could not be reasonably ascertained and reported.*

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone Ind AS financial statements of the current period. These matters were addressed in the context of our audit of Standalone Ind AS Financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Emphasis of Matters

We draw attention to the following matters in the Notes to the standalone Ind AS financial statements. Our opinion is not qualified in respect of these matters:

- a) The Govt. of Kerala had decided to set up a CRAFT VILLAGE at 5.2 acres of land of Survey number: 422 (1 to 9), Block Number 35. 11 Ward of Kannambra Village, Kannambra Panchayath, Palakkad district and gave a provisional sanction under KIIFB project vide order*



no.G.O.(Ms)10/2018/BCDD dated 10-12-2018. The Company was selected as the Special Purpose Vehicle for the project and KITCO Ltd prepared the DPR with an estimated cost of Rs 34.80 crores. A resolution dated 17/02/2017 has been passed by Kannambra Panchayath to grant land under ward no 11 in Chillaparamb, Palakkad for the project. The Company had paid Rs.38.66 Lakhs as the cost of preparation of the DPR to KITCO Ltd (Refer Note 1(c)(f)). KIIFB had issued approval and funding sanction and was directed to proceed with the work. However, District Collector of Palakkad, sent a report to Revenue Department stating that since the Company is not a service department of the Government, ownership and control of the land cannot be transferred without charging the market price. Further actions on implementation of Crafts Village Project can be initiated only after transfer of ownership of the land to the Company.

- b) As per the Memorandum of Understanding (MoU) with NORKA, the company has to maintain the subsidy as interest free deposit for a period of three years or till it is appropriated/ released to the borrowers' loan account. Instead of sequestering the amount received, the company had used the funds for its regular business operations.
- c) As per the RBI Norms, no interest shall be recognized for credit impaired assets on accrual basis and interest income shall be recognized only on receipt basis. Although the above treatment is in accordance with Ind AS, as a matter of prudence, an amount equivalent to the interest income of Rs 972.06 Lakhs has been disclosed as an exceptional item in the Statement of profit and loss which is transferred to the Impairment Reserve which is duly disclosed in Note No 35 to the accounts.
- d) In Note 1(c) Balance sheet-"Other financial assets includes GST receivable of Rs.3.33 Lakhs being the excess amount remitted while filing GSTR 3B of June 2022 to September 2022. The Company already filed GSTR 9 and informed us that the same will be corrected while filing GSTR 9C for the year 2022-2023 and refund request will be submitted with the GST department.

Other Matter

- a) The company has not complied with the following master circular directions:-

Sl No	Particulars	Para Reference to RBI Directions
1	Failure to conduct Information System Audit of the internal systems and processes.	Para 70 (1)(ii) of Master Direction - NBFC - NDSI deposit taking company directions, 2016
2	Failure to put in place IS Audit framework.	Para 5 of Section A of Master Direction NBFC -NDSI and Deposit taking company directions, 2016



3	Failure to put in place a Board approved IT Policy, IS Policy, Business Continuity Planning (BCP) Policy and Cyber security Policy.	Para 6 in Section A of Master Direction NBFC -NDSI and Deposit taking Company Directions, 2016 and informed us that the same has been implemented from April 2023 onwards.
4	Failure in filing and registering the records of equitable mortgages with CERSAI.	Para 108 of Master Direction NBFC -NDSI and Deposit taking Company Directions, 2016 and informed us that the same has been implemented from 2024-2025 onwards.
5	Failure to undertake the annual comprehensive risk assessment of the IT systems, to analyse the threats and vulnerabilities to the information technology assets and its existing security controls and processes.	Para 3.9 of Section A of Master Direction NBFC -NDSI and Deposit taking Company Directions, 2016 and informed us that partial compliance is still pending.
6	Gap Analysis between the existing system and stipulations laid out in Master Direction Information Technology Framework for the NBFC Sector dated June 08, 2017 was not carried out by the company.	Para 2 of Master Direction NBFC -NDSI and Deposit taking Company Directions, 2016.
7	Non-existence of Audit Trail in "Tally ERP Accounting Software"	Para 3.1 of Master Direction- Information Technology Framework, 2017.

Information Other than the Standalone Ind AS Financial Statements and Auditor's Report Thereon:

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information in the Annual report, but does not include the Standalone Ind AS Financial Statements and our auditor's report thereon.

Our opinion on the Standalone Ind AS 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 standalone Ind AS financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone Ind AS financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.



- Identify and assess the risks of material misstatement of the Standalone Ind AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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 Standalone Ind AS financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Standalone Ind AS financial statements, including the disclosures, and whether the Standalone Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Standalone Ind AS financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Ind AS 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 Standalone Ind AS 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.



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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit and referred to in the Other Matters paragraphs above we report, to the extent applicable that:
 - (a) We have sought and except for the matters described in the Basis for Qualified Opinion paragraph above, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) Except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph above, in our opinion, proper books of account as required by law have been kept by the Company;
 - (c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) Except for the matters stated in the Basis of Qualified Opinion Paragraph, in our opinion, the aforesaid Standalone Ind AS financial statements comply with the Indian Accounting Standards specified under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) Being a Government Company pursuant to the Notification No. GSR 463(E) dated 5th June 2015 issued by Ministry of Corporate affairs, Government of India, provisions of sub-section (2) of Section 164 of the Act, are not applicable to the Company.



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- (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) Pursuant to Notification no. GSR463(E) dated 5th June 2015 issued by the Ministry of Corporate Affairs, provisions of Section 197 of the Act are not applicable to the government companies.
- (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, 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 standalone Ind AS financial statements in Note No.12 Contingent Liabilities.
 - ii. On the basis of information submitted before us, the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. On the basis of information submitted before us, there were no amounts, required to be transferred to the Investor Education and Protection Fund by the Company during the year.
- iv.
- a. The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity (“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, no funds have been received by the Company from any person or entity, including foreign entity (“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; and.



- c. Based on the audit procedures that have been 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 dividend declared by the Company during the year for the financial year 2021-22 is in compliance with provisions of Section 123 of the Companies Act, 2013.
 - vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.
 - vii. Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
3. As required by Section 143(5) of the Companies Act, 2013, our comments in regard to the directions and sub-directions issued by the Comptroller and Auditor General of India are given in "Annexure C".

For Ananthan & Sundaram

Chartered Accountants

Firm's registration number:000148



CA.Harikrishnan.R.S.,M.Com,DISA,FCA
Partner

Membership number: 230338

Place: Thiruvananthapuram

Date: 13-09-2024

UDIN: 24230338BKABXZ7504

“Annexure A” to the Independent Auditors’ Report

Referred to in paragraph 1 under the ‘Report on Other Legal & Regulatory Requirement’ section of our report of even date on the accounts of **KERALA STATE BACKWARD CLASSES DEVELOPMENT CORPORATION LIMITED** for the year ended March 31, 2023:

i.

- (a) (A) *The company is maintaining a register of Property, Plant and Equipment. However, the register is not updated on account of buyback and sale by way of scrap. Also, the identification marks are not properly filled up and the situation of Property, Plant and Equipment are not described.*
(B) The company is having intangible assets but not maintained proper records showing full particulars of intangible assets.
- (b) As per the information and explanation from the Management, the Property, Plant and Equipment were physically verified during the year by the Management. However, the management has not laid down procedure for physical verification of Property, Plant and Equipment and hence frequency and adequacy of such verification could not be commented upon. As per the information from the Management, no discrepancies were noticed on physical verification being material and thus no adjustment has been made in the accounts for such discrepancies.
- (c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds / registered sale deed provided to us, we report that, the leasehold land situated in Kollam, shown at nominal value of Rs.1.00 in books of accounts, lease deed for the same is not submitted for our verification.
- (d) The company has not revalued its Property, Plant and Equipment during the year. Therefore, the provisions of Clause (i) (d) of the order are not applicable to the company.
- (e) No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Therefore, the provisions of Clause (i) (e) of the order are not applicable to the company.

ii.

- (a) The company doesn’t hold any inventories; therefore, the provision of Clause (ii)(a) of the order are not applicable to the company.
- (b) As per the information and explanation furnished to us, the Company has not been sanctioned working capital limits in excess of Rs.5 crores on the basis of security of current assets by



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- banks and financial institutions during the year. Therefore, the provisions of Clause (ii) (b) of the order are not applicable to the company.
- iii. The Company has not made any investments or provided any guarantees or security during the year. The Company has not granted any loans/advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships during the year.
- (a) The company is a registered NBFC with Reserve Bank of India with principal business of giving loans. Therefore, the provisions of Clause (iii) (a) of the order are not applicable to the company.
- (b) The Company has not made any investments or provided any guarantees or security during the year. Therefore, the provisions of Clause (iii) (b) of the order are not applicable to the company.
- (c) In respect of loans and advances in the nature of loans (together referred to as "loan assets"), the schedule of repayment of principal and payment of interest has been stipulated and except NPA Accounts, the repayments or receipts are regular.
- (d) On the basis of our examination of records, In respect of loans granted by the Company, which has been overdue for more than 90 days at the balance sheet date, the management has taken reasonable steps for recovery of principal amount and interest. The details of overdue as on 31.03.2023 is given below:-

No. of Cases	Principal amount overdue	Interest Overdue	Total overdue
18128	Rs.29,165.64 Lakhs	Rs.1,747.89 Lakhs	Rs.30,913.53 Lakhs

- (e) The principal business of the Company is to give loans and hence reporting under clause (iii)(e) of the Order is not applicable.
- (f) As per the information and explanation provided 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 under audit. Hence, reporting under clause 3(iii)(f) is not applicable.
- iv. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not granted any loans, made investments or provided guarantees and securities which attract the provisions of section 185 and section 186 of



the Act are not applicable to the company. Accordingly, clause 3(iv) of the Order is not applicable to the Company

- v. According to the information and explanations given to us and on the basis of our examination of records of the Company, no deposits or amounts which are deemed to be deposits within the meaning of Section 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 2014 have been accepted by the Company and hence reporting under Clause 3(v) of the Order is not applicable to the Company.
- vi. According to the information and explanations given to us, the Central Government has not specified the maintenance of cost records under Section 148(1) of the Act, for the services of the Company.
- vii.

- (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including goods and service tax, provident fund, employee's state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues have generally been regularly deposited during the year by the company with the appropriate authorities except the below mentioned statutory dues which are outstanding as on the last day of the financial year for a period of more than 6 months from the date they become payable:-

Year	Nature of dues	Amount (in Rs Lakhs)
2021-22	TDS-CGST	0.04
2021-22	TDS-SGST	0.04
2022-23	Employee contribution to PF	0.29
2021-22	National Pension Scheme	0.45
2022-23	National Pension scheme	0.05
2022-23	General Provident Fund	0.05
2022-23	Group Insurance scheme	0.01
2022-23	State Life Insurance scheme	0.02
	TOTAL	0.96



- (b) According to the information and explanations given to us, there are no dues of Income Tax, Sales Tax, Wealth Tax, Service Tax, Goods and Service Tax, customs duty, Excise Duty or Cess not deposited on account of any dispute except:

Name of the Statute	Nature of dues	Amount (Rs. in Lakhs)	Period to which the amount relates	Forum where dispute is pending
Finance Act, 1994	Service tax	4.07	2014-15	CESTAT, Bengaluru
Finance Act, 1994	Service tax	12.43	2011-12 to 2013-14	CESTAT, Bengaluru
Finance Act, 1994	Service tax	0.32	2015-16	The Commissioner [Appeals]
Finance Act, 1994	Service tax	175.98	2012-13 to 2017-18	The Commissioner [Appeals]
Finance Act, 1994	Service tax	9.45	2016-17 to 2017-18	The Commissioner [Appeals]
Central Goods and Service tax Act, 2017	GST	76.41	2017-18 to 2018-19	The CESTAT, Bangalore

- viii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961. The income of the company is exempt under section 10(26B) and 10(26BB) of the Income Tax Act, 1961, hence clause 3(viii) of the order is not applicable.

ix.

- (a) According to the information and explanation given to us and based on our examination of the records, the company has not defaulted in the repayment of loans or borrowings to financial institutions or banks during the year, except for the matters referred in the basis of qualified opinion paragraph in the Independent Auditors Report. The company did not have any borrowings from debenture holders or the government during the year.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.



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- (c) According to the information and explanations given to us and on the basis of our examination of the records, the term loans have been applied for the purposes for which they have been obtained.
- (d) The company has not raised any short term funds, hence clause 3(ix)(d) of the order is not applicable.
- (e) The company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures; hence clause 3(ix)(e) of the order is not applicable.
- (f) As per Information and explanation given to us and on an overall examination of the Standalone Ind AS financial statements of the Company, we report that the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies, hence clause 3(ix)(f) of the order is not applicable.

x.

- (a) The Company has not raised any money 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 to the Company.
- (b) According to the information and explanations given to us and based on our examination of the records, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year hence reporting under clause 3 (x)(b) of the Order is not applicable to the Company.

xi.

- (a) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the Standalone Ind AS Financial statements and according to the information and explanations given by the management, we report that no fraud by the Company and no material fraud on the Company or on the company by its officers or employees has been noticed or reported during the year.
- (b) During the period 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.
- (c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year and up to the date of this report.



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- xii. The Company is not a nidhi company and hence reporting under clause 3 (xii)(a) to 3 (xii)(c) of the Order are not applicable to the Company.
- xiii. According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and the details have been disclosed in the notes to the Standalone Ind AS financial statements, as required by the applicable Indian accounting standards.
- xiv.
 - (a) In our opinion, the company has an internal audit system which should be strengthened in commensurate with the size and nature of its business.
 - (b) The internal audit report of the Company is under process. Hence, we are not able to comment upon the same.
- xv. According to the information and explanations given to us and on the basis of our examination of the records, the Company has not entered into any non-cash transactions prescribed under Section 192 of the Act with directors or persons connected with them during the year and hence provisions of section 192 of the Act are not applicable to the Company.
- xvi.
 - (a) We have been informed that the Company is registered as a non-banking finance company under section 45-IA of the Reserve Bank of India Act, 1934. The registration number issued to the company is 16.00180 dated 26-05-2003.
 - (b) The Company has conducted the Non-Banking Financial activities with a valid Certificate of Registration (CoR) from the Reserve Bank of India (RBI) 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) In our opinion, 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. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditor of the Company during the year and hence reporting under Clause 3(xviii) of the Order is not applicable to the Company.



- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the Standalone Ind AS financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- xx. The Company doesn't have any unspent CSR amount as at the balance sheet date to be transferred to any fund included in Schedule VII as per Sec.135 of the Companies Act, 2013. Hence reporting under paragraph 3(xx) of the Order is not applicable to the Company.
- xxi. The company has not made investments in subsidiary company. Therefore, the company does not require to prepare consolidated financial statement. Therefore, the provisions of Clause (xxi) of the order are not applicable to the Company.

For Ananthan & Sundaram

Chartered Accountants

Firm's registration number:000148



Harikrishnan R.S.
CA.Harikrishnan.R.S.,M.Com, DISA,FCA
Partner

Membership number: 230338

Place: Thiruvananthapuram

Date: 13-09-2024

UDIN: 24230338BKABXZ7504

“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Ind AS Financial Statements of KERALA STATE BACKWARD CLASSES DEVELOPMENT CORPORATION LIMITED

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

Qualified Opinion

We have audited the internal financial controls with reference to Standalone Ind AS financial Statements of *KERALA STATE BACKWARD CLASSES DEVELOPMENT CORPORATION LIMITED* (“the Company”) as of March 31, 2023 in conjunction with our audit of the Standalone Ind AS financial statements of the Company for the year ended on that date.

According to the information and explanations given to us and based on our audit, the following material weakness have been identified as at March 31, 2023.

- a. There is a weakness in the area of property, plant and equipment (Note 2(a) which may result in variation in surplus as per statement of profit and loss under other equity (Note 5(b)) as reported in the basis of qualified opinion paragraph in the Independent Auditor’s report.*
- b. There is a weakness in the area of compliance with respect to disclosure requirements in Standalone Ind AS financial statements specified by RBI by way of notifications and circulars as reported in the basis of qualified opinion paragraph in the Independent Auditors report.*
- c. There is a weakness in the area of processing of accounting transactions through IT system as there is manual intervention by the management by passing the adjustment entries for the transaction in the ‘BCDC online’ through ‘Tally ERP’.*

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 Act.



Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to Standalone Ind AS financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing as specified under section 143(10) of the Act, to the extent 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 with reference to Standalone Ind AS financial statements was established and maintained and if such controls operated effectively in all material respects.

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

Meaning of Internal Financial Controls with reference to Standalone Ind AS financial statements

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



assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on Standalone Ind AS financial statements.

Inherent Limitations of Internal Financial Controls with reference to Standalone Ind AS financial statements

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to Standalone Ind AS financial statements and such internal financial controls with reference to Standalone Ind AS financial statements were operating effectively as at March 31, 2023, based on the internal control with reference to Standalone Ind AS financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **Ananthan & Sundaram**

Chartered Accountants

Firm's registration number:000148



CA.Harikrishnan.R.S., M.Com, DISA, FCA

Partner

Membership number: 230338

Place: Thiruvananthapuram

Date: 13-09-2024

UDIN: 24230338BKABXZ7504

B. Finance Sector

Sl No.	Directions under section 143(5) of the Companies Act, 2013,	Report
1	<p>Whether the company has complied with the directions issued by Reserve bank Of India for:</p> <ul style="list-style-type: none"> • Non-Banking Finance Companies(NBFCs); • Classification of non-performing assets; and • Capital adequacy norms for NBFCs. 	As informed by the Company, they are in the process of complying with all the directions of RBI for NBFCs. As informed by the Company, they are in the process of complying other directions also. Our observation on variation in classification of non-performing assets are noted in Qualification No.a
2	Whether the company has a system to ensure that loans were secured by adequate security free from encumbrances and have first charge on the mortgaged assets. Further, instances of undue delay in disposal of seized units may be reported.	On the basis of information received from the Company, they have an adequate system to ensure that loans were secured by adequate security, free from encumbrances and first charge on the mortgaged assets. The company has a mechanism of recovering unpaid loans through the Kerala Revenue Recovery Act, 1968.
3	Whether introduction of any scheme for settlement of dues and extensions thereto are in compliance with the policy guidelines of the company /government	<p>The Corporation has the following schemes for settlement of dues and extension thereto:</p> <ol style="list-style-type: none"> 1. One Time Settlement (OTS) 2. BCDC Loanees Distress Relief Fund (LDRF) 3. Fishermen's Debt Relief Fund (FDRF) <p>OTS and LDRF are settled only after the approval from the board which is in compliance with the policy guidelines whereas FDRF is settled after getting the approval from the Govt of Kerala.</p>



4	Comment on the confirmation of balances of trade receivables, trade payables, term deposits, bank accounts and cash.	<p>On the basis of our verification, Company doesn't have any trade receivable, other than loans and advances as on 31/03/2023.</p> <p>Periodical confirmation certificates have not been received from the loanees.</p> <p>Company has not obtained any confirmations with respect to trade payables.</p>
		<p>Bank account and cash confirmations have been received in all cases.</p> <p>In case of Term Deposit, an amount of Rs.180.25 Lakhs for which the confirmation have not been obtained for which the Company already provided provision for doubtful in accounts</p>
5	Whether the bank guarantees are revalidated in time?	On the basis of our verification, Company does not have any bank guarantee. Hence, reporting requirements are not applicable under this clause.



C. Others

SI No.	Directions under section 143(5) of the Companies Act, 2013,	Report				
1	Examine the system of effective utilization of Loans/Grant-in-Aid/ Subsidy. List the cases of diversion of funds.	Based on the records submitted by the Company, utilization of Loan is as follows: -				
		Amount (Rs.in Lakhs)				
		Date of loan Received	Purpose of loan received	Amount received during the year	Amount utilized for the purpose	Balance amount
		02/07/2022 06/07/2022 12/10/2022 25/10/2022 28/03/2023	Term loan under NMDFC scheme	1,400.00 600.00 2,000.00 2,000.00 2,700.00	8,185.26	514.74
		30/08/2022 01/12/2022 02/12/2022 19/12/2022 28/03/2022	Micro Credit under NMDFC scheme	2,000.00 5,000.00 100.00 400.00 1,000.00	7103.80	1396.20
		04/06/2022 02/07/2022 29/07/2022 28/09/2022 28/10/2022 23/12/2022 13/02/2022	Term, Education, Micro and Mahila Loan under NBCFDC scheme	500.00 2,200.00 1,300.00 1,185.00 2,500.00 500.00 1,815.00	8,858.58	1,141.42
		10/08/2022 14/10/2022 28/12/2022 21/03/2023 27/03/2023 29/03/2023	Term and Mahila loan under NSKFDC	1,900.00 1,449.69 2,199.36 6,523.40 3,051.07 2,700.00	17,823.62	
		In addition, on the basis of information furnished to us, the following subsidy are spent during the year:-				
		Amount (Rs.in Lakhs)				
		Subsidy	Opening Balance	Received during the year	Allocation during the year	Closing Balance*
		Relife subsidy from Backward Class Development Corporation	180.23		58.97	121.25
		Subsidy from NORKA	697.96	110.99	299.33	509.62
		Subsidy from Small farmers Agri Business Consortium	14.53			14.53
		*Closing Balance is shown under Note:3(c)Other financial liabilities under Balance sheet				
		On our verification there is no diversion of funds observed.				



2	Examine the cost benefit analysis of major capital expenditure/ expansion including IRR and payback period.	No major capital expenditure where made during the period except purchase of Land amounting to Rs.27.76 Lakhs.
3	If the audited entity has computerized its operations or part of it, assess and report, how much of the data in the Company is in electronic format, which of the areas such as accounting, sales personnel information, pay roll, inventory etc. have been computerized and whether the company has evolved proper security policy for data/ software/ hardware?	As per the information received from the Company, 80% of the data is maintained in online. The company's accounting and payroll systems are computerized. All payments and receipts are processed through the in-house portal KSBCDC Online, with transactions subsequently extracted and uploaded into accounting software Tally Prime. As informed by the Company, the company doesn't hold any inventories, hence the maintenance of the inventories data are not applicable. As informed by the Company, in order to ensure proper security policy of data/software & hardware, security audit of the software was completed and the report was submitted on 12 May, 2023.

Place: Thiruvananthapuram
Date: 13-09-2024



For ANANTHAN & SUNDARAM
Chartered Accountants
F.R.No.000148S

CA. HARIKRISHNAN.R.S.FCA, DISA
Partner, M.No.0230338

UDIN: 24230338BKABXZ7504

Financial Statements 2022-23

KERALA STATE BACKWARD CLASSES DEVELOPMENT CORPORATION LIMITED
CIN - U75122KL1995SGC008705
Balance Sheet as at 31.03.2023

(Rupees in Lakhs)			
Particulars	Note No	As at 31.03.2023	As at 31.03.2022
A ASSETS			
Financial Assets			
a) Cash and cash equivalents	1(a)	11,003.29	6,738.03
b) Loans	1(b)	1,81,122.97	1,64,923.71
c) Other financial assets	1(c)	2,628.99	1,560.12
TOTAL		1,94,755.25	1,73,221.86
Non Financial Assets			
a) Property, plant and equipment	2(a)	299.19	126.74
b) Capital work - in - progress	2(b)	-	24.70
c) Intangible Assets	2(c)	0.72	1.14
d) Other Current Assets	2(d)	24.69	9.80
TOTAL		324.60	162.38
Total Assets		1,95,079.85	1,73,384.25
B LIABILITIES AND EQUITIES			
LIABILITIES			
Financial Liabilities			
(a) Payables	3(a)	75.92	57.95
(b) Borrowings (other than debt securities)	3(b)	1,45,263.37	1,29,642.74
(c) Other financial liabilities	3(c)	1,613.47	1,747.69
TOTAL		1,46,952.76	1,31,448.37
Non Financial Liabilities			
(a) Provisions	4(a)	461.07	629.33
(b) Other non financial liabilities	4(b)	123.90	1.29
TOTAL		584.97	630.62
EQUITY			
(a) Equity Share Capital	5(a)	15,000.00	15,000.00
(b) Other Equity	5(b)	32,542.12	26,305.26
TOTAL		47,542.12	41,305.26
Total Equities and Liabilities		1,95,079.85	1,73,384.25

Accompanying notes forms part of the
 Financial Statements.

As per our report of events date attached

For Ananthan & Sundaram

Chartered Accountants

Firm Registration Number : 0061485



CA. HARIKRISHNAN.R.S. FCA, DISA
 Partner

Membership No. : 230338

Place : Thiruvananthapuram

Date: 13/09/2024

1 - 38

For and on behalf of the Board of Directors
 Kerala State Backward Classes Development Corporation Limited

Anjana M. S
 Managing Director
 (DIN: 10405615)

Sujith S
 Company Secretary
 (M.No.A31205)

Adv K Prasad
 Chairman
 (DIN: 07851556)

Precthy Joseph
 C&A (Finance & Accounts)

Place: Thiruvananthapuram
 Date: 10.09.2024

UDIN: 24230338BKABXZ7504

KERALA STATE BACKWARD CLASSES DEVELOPMENT CORPORATION LIMITED
CIN - U75122KL1995SGC008705
STATEMENT OF PROFIT AND LOSS FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2023

(Rupees in Lakhs)			
Particulars	Note No	Year ended 31 March, 2023	Year ended 31 March, 2022
Revenue from Operations			
i) Interest Income	6(a)	11,806.56	9,886.30
ii) Processing charges	6(b)	327.26	321.69
I Total Revenue from operations		12,133.82	10,207.99
II Other Income	7	234.83	194.88
III Total Income (I+II)		12,368.65	10,402.87
Expenses:-			
(a) Finance Costs	8	4,028.09	3,613.06
(b) Employee Benefits Expenses	9	1,680.91	1,849.46
(c) Depreciation, amortization and impairment	2(a)	104.50	44.19
(d) Impairment on financial instruments	10	600.68	(4.73)
(e) Other Expenses	11	508.98	531.29
IV Total Expenses		6,923.15	6,033.26
V Profit/(Loss) Before Exceptional Items and Tax (III-IV)		5,445.50	4,369.61
VI Exceptional Items	35	972.06	-
VII Profit/(Loss) Before Tax (V-VI)		6,417.56	4,369.61
Tax Expense:			
(a) Current Tax		-	-
(b) Deferred Tax		-	-
VIII Profit/(Loss) from Continuing Operations (VII-VIII)		6,417.56	4,369.61
IX Profit/(Loss) from Discontinued Operations (After Tax)		-	-
X Profit/(Loss) (from continuing and discontinued operations) (6,417.56	4,369.61
XI Other Comprehensive Income			-
Items that will not be reclassified to profit or loss			
(i) Remeasurements of post employee benefit obligations		39.25	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
XII Total Comprehensive Income (X+XI)		6,456.81	4,369.61
XIII Earnings per Share (For Continuing operations)			
(a) Basic (Rs)	23	43.05	29.13
(b) Diluted (Rs)		42.72	29.04
Earnings per Share (For discontinued operations)		-	-
Earnings per Share (For continuing and discontinued operations)			
(a) Basic (Rs)		43.05	29.13
(b) Diluted (Rs)		42.72	29.04

Accompanying notes forms part of the Financial Statement 1 - 38

As per our report of events date attached

For Ananthan & Sundaram

Chartered Accountants

Firm Registration Number : 000148S

CA. HARIKRISHNAN, R.S. FCA, DISA

Partner

Membership No. : 230338

Place: Thiruvananthapuram

Date : 13/09/2024

For and on behalf of the Board of Directors

Kerala State Backward Classes Development Corporation Limited

Anjana M L S

Managing Director

(DIN:10405615)

Sujith S

Company Secretary

(M.No.A31205)

Adv K Prasad

Chairman

(DIN: 07851556)

Preethy Joseph

GM (Finance & Accounts)

Place: Thiruvananthapuram.
Date: 10.09.2024

UDIN: 24230338BKABXZ7504

KERALA STATE BACKWARD CLASSES DEVELOPMENT CORPORATION LIMITED
CIN - U75122KL1995SGC008705
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST MARCH, 2023

(Rupees in Lakhs)

Particulars	Year ended 31 March, 2023	Year ended 31 March, 2022
A CASH FLOW FROM OPERATING ACTIVITIES:		
Profit from continuing operations	6,456.81	4,369.61
Adjustments to reconcile profit before tax to net cash flow		
Adjustments for:		
Impairment on financial instruments	600.68	(4.73)
Profit on sale on asset	0.08	-
Depreciation	104.50	44.19
Provision for Gratuity	2.45	102.45
Provision for Earned Leave	4.82	111.61
Provision for Performance Incentive	80.16	89.72
Increase in Capital Subsidy received from NORKA	(188.34)	90.72
Operating Profit before Working Capital Changes	7,061.15	4,803.56
Adjustment for (Increase)/ Decrease in Working Capital:		
Other Financial assets	(1,068.87)	545.96
Other Current Assets	(14.89)	(9.80)
Provisions	(175.53)	(147.50)
Loans Granted (Net)	(16,799.94)	(22,758.88)
Payables	17.97	(123.43)
Other Financial Liabilities	(26.03)	115.09
Cash generated from Operation Activities	(11,006.13)	(17,575.01)
Net Cash from Operating Activities	(11,006.13)	(17,575.01)
B CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Property Plant and Equipment	(276.98)	(39.39)
Purchase of Intangible Assets	-	(1.01)
Sale/Disposal of Asset/CWIP	25.10	-
Net cash from Investing Activities	(251.88)	(40.40)
C CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from issue of Equity shares	-	1,121.20
Decrease in Reserves	(219.94)	(261.65)
Repayment/Proceeds from Borrowings(Net)	15,620.62	21,698.73
Other Non-Financial Liabilities	122.60	0.15
Net Cash from Financing Activities	15,523.29	22,558.43
Net Increase/(Decrease) in Cash and Cash Equivalents	4,265.27	4,943.01
Cash and Cash Equivalents at the beginning of the year	6,738.03	1,795.03
Cash and Cash Equivalents at the end of the year	11,003.30	6,738.03

Notes

1. The above Cash Flow statement has been prepared under the indirect method as set out in IND AS 7 on 'Statement of Cash Flows'.

2. Components of cash and cash equivalents are disclosed in note no. 1.(a)

3. During the year ended 31 March 2023, the Company has incurred an expenditure of Rs. 94.91 Lakhs (31 March 2022: Rs.3.62 Lakhs) towards CSR activities (out of which, Rs. 71.05 lakhs accrues to FY 2022-23 and Rs. 23.86 accrues to FY 2019-20) (refer 16)

Accompanying notes forms part of the Financial Statements.

As per our report of events date attached

For Ananthan & Sundaram

Chartered Accountants

Firm Registration Number: 000148S

CA. HARIKRISHNAN.R.S. FCA, DISA
Partner

Membership No. : 230338

Place: Thiruvananthapuram

Date : 13/09/2024

For and on behalf of the Board of Directors

Kerala State Backward Classes
Development Corporation Limited

Anjana M IAS
Managing Director
(DIN:10405615)

Adv K Prasad
Chairman
(DIN: 07851556)

Sujith S
Company Secretary
(M.No.A31205)

Preethy Joseph
GM (Finance &
Accounts)

Place: Thiruvananthapuram
Date: 10.09.2024



UDIN: 24230338 BKABXZ7504

KERALA STATE BACKWARD CLASSES DEVELOPMENT CORPORATION LIMITED

CIN - U75122KL1995SGC0005705

STATEMENT OF CHANGES IN EQUITY

A. Equity Share Capital

Particulars	No. of shares	As at 31.03.2023	No. of shares	As at 31.03.2022
Balance at the beginning of the reporting year	150	15,000	140	13,993
Changes in Equity Share capital during the year	-	-	10	1,007
Balance at the end of the reporting year	150	15,000	150	15,000

B. Other Equity

Particulars	Share Application Money pending allotment	General Reserve	Surplus/(Deficit) in Statement Profit and Loss	Reserves and Surplus			Total
				BCDC LDRC Special Reserve	Statutory Reserve as per section 45-4C of the RBI Act 1934	Impairment Reserve	
Balance as at April 01, 2021	-	23,225.05	-	500.54	1,115.88	-	24,841.47
Prior period adjustments			(3,693.45)		-	935.47	(2,757.98)
Reinstated balance as at April 01, 2021	-	23,225.05	(3,693.45)	500.54	1,115.88	935.47	22,083.50
Profit for the year			4,369.61				4,369.61
Application money received during the year	1,121.20						1,121.20
Shares allotted	1,007.40						1,007.40
Transfer from General Reserve To P&L		(3,693.45)	3,693				-
Transfer from Surplus/(deficit)		1,874.21	(4,369.61)				-
Effect of Prior period adjustment		82.56					82.56
Effect of OB adjusted for prior period adjustment for statutory reserve as per section 45-4C of the RBI Act 1934		16.51					16.51
Transfer from BCDC LDRC Special Reserve				179.08			179.08
Adjustments relating to Opening Balance							
Balance as at March 31, 2022	113.80	21,339.77	-	533.23	1,973.29	2,345.17	26,305.26
Balance as at April 01, 2022	113.80	21,339.77	-	533.23	1,973.29	2,345.17	26,305.26
Profit for the year			6,456.81				6,456.81
Transfer from Surplus/(deficit)		4,225.65	(6,456.81)				-
Transfer from BCDC LDRC Special Reserve				192.13			192.13
Balance as at March 31, 2023	113.80	25,565.41	-	505.42	3,264.65	747.67	32,542.13

Accompanying notes forms part of the Financial Statements.

As per our report of events date attached

For and on behalf of the Board of Directors
Kerala State Backward Classes Development Corporation Limited

For Ananthan & Sundaram

Chartered Accountants

Firm Registration Number : 0001488

CA. HARIKRISHNAN R.S., FCA, DISA

Partner

Membership No : 230138

Aditya K. Prasad

Chairman

(DIN: 07851556)

Anjana M. K.

Managing Director

(DIN: 10405645)

Sajith S.

Company Secretary

(M.No.A31265)

Dheethy Joseph

C&F Finance & Accounts

(Accounts)

Place: Thiruvananthapuram
Date: 10.09.2024

Particulars	(Rupees in Lakhs)	
	As at 31st March, 2023	As at 31st March, 2022
1.(a) CASH AND CASH EQUIVALENTS		
(a) Cash on hand	43.04	20.60
(b) Balance with Banks:-		
In Current Accounts	5,643.62	3,828.52
(c) Balance with Government of Kerala Treasury SB Account	14.60	38.62
(d) In Term Deposit Accounts with original maturity upto 3 months	5,301.70	2,850.00
(e) Others:-		
Stock of Stamps	0.33	0.29
	11,003.29	6,738.03
More than 1 year Deposit - Nil		
Cash on Hand and Stock of Stamps are physically verified and certified by Individual Unit Heads.		
1.(b) LOANS (at amortized cost)		
Loans Secured by tangible assets		
(a) General Term Loans:		
(i) Loans out of NBCFDC Funds - Secured	19,038.52	22,850.22
(ii) Loans out of NMDFC Funds - Secured	22,266.81	19,910.72
(iii) Loans out of KSBCDC Funds - Secured	60,663.95	50,649.10
(iv) Loans out of HUDCO Funds - Secured	0.60	1.20
(b) Employees House Building Advance	295.95	272.64
Less: Impairment allowance	(6,420.86)	(4,887.73)
TOTAL(Net)	95,844.96	88,796.15
Unsecured Loans		
(a) General Term Loans:		
(i) Loans out of NBCFDC Funds - Unsecured	8,854.47	10,045.94
(ii) Loans out of NMDFC Funds - Unsecured	5,784.77	6,468.22
(iii) Loans out of KSBCDC Funds - Unsecured	22,178.78	21,189.98
(b) Micro Finance Scheme:		
(i) Loans out of NBCFDC Funds - Micro	6,742.12	4,980.46
(ii) Loans out of NMDFC Funds - Micro	10,422.76	11,353.30
(iii) Loans out of NSKFDC Funds - Micro	33,536.36	25,271.90
(c) Employees Personal Loan Scheme	105.73	65.30
Less: Impairment allowance	(2,346.98)	(3,247.54)
TOTAL(Net)	85,278.01	76,127.56
GRAND TOTAL (Net)	1,81,122.97	1,64,923.71

- Note:**
- 1) Secured loans are secured by Equitable mortgage against Land/ Property.
 - 2) Unsecured loans to individual beneficiaries are guaranteed by employee surety.
 - 3) Unsecured loans under Micro Finance schemes to CDS are guaranteed by interse agreement between beneficiaries.
 - 4) Unsecured loans under Micro Finance schemes to NGOs are guaranteed by assets of NGO.
 - 5) Secured loans to employees under EHBA are secured by Equitable mortgage against Land/ Property.
 - 6) Unsecured loans to employees under EPLS are guaranteed by employee surety.



(Rupees in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
7) There is no loan asset measured at FVOCI or FVTPL or designated at FVTPL		
8) Impairment allowance are computed based on Ind AS 109		
9) Bifurcation of NBCFDC loans into General Term Loan and Micro Finance term loans are based on utilisation of the company		
10) As per Ind AS 109, credit-adjusted effective interest rate shall consider all contractual terms of the financial assets which includes prepayments. Presently, the operating software of the company does not include programs/ modules for adjusting the effective interest rate in respect of prepayments received in loans and individual loan wise assessment is not conducted for identification of credit adjusted EIR in case of prepayments since the overall impact on financial results is not considered as material in nature by the management.		
1.(c) OTHER FINANCIAL ASSETS		
(a) Pre Fixed Interest Accrued and Receivable	936.65	879.13
(b) Interest Accrued on Scheme Loans	1,509.91	613.73
(c) Penal Interest Accrued on Scheme Loans	3.50	4.07
Less: Impairment allowance	(27.10)	(58.99)
	<u>2,422.97</u>	<u>1,437.93</u>
(d) Term Deposits with banks	180.25	180.25
Less: Provision for Doubtful FD	(180.25)	(180.25)
(e) Other Financial assets	67.75	50.53
(f) Crafts Village (Note 1)	38.67	38.67
(g) NBCFDC receivables	0.78	18.47
(h) Government of Kerala Fund Receivable	50.82	11.91
(j) Interest accrued on Fixed Deposit(remaining maturity less than 3 months)	-	2.46
(k) Subsidy Receivable From Norka	48.00	-
(l) Govt share on OTS interest waiver receivable	-	0.14
TOTAL	<u><u>2,628.99</u></u>	<u><u>1,560.12</u></u>

Note 1: Crafts Village

The Govt. of Kerala had decided to set up a CRAFT VILLAGE at 5.1 acres of land of Survey number: 422 (1 to 9), Block Number 35. 11 Ward of Kannambra Village, Kannambra Panchayath, Palakkad district and gave a provisional sanction under KIIFB project vide order no. G.O.(Ms)10/2018/BCDD dated 10-12-2018. The Company was selected as the Special Purpose Vehicle for the project and KITCO Ltd prepared the DPR with an estimated cost of Rs 34.80 crores. A resolution dated 17/02/2017 has been passed by Kannambra Panchayath to grant land under ward no 11 in Chillaparamb for the project. The Company had paid Rs. 38,66,850/- as the cost of preparation of the DPR to KITCO Ltd (Refer Note 1(c)(f)). KIIFB had issued approval and funding sanction and was directed to proceed with the work. However, District Collector of Palakkad, sent a report to Revenue Department stating that since the the Company is not a service department of the Government ownership and control of the land cannot be transferred without charging the market price. Further actions on implementation of Crafts Village Project can be initiated only after transfer of ownership of the land to the Company.

As per letter no. RE2/246/2023-LSGD dated 07-06-2024, Project viability report is pending to be submitted to the government for transfer of ownership of land.

Note 2: Impairment allowance are computed based on Ind AS 109 on accrued other financial assets.



23. As per para 24 of IAS 20 (Notification No. G.S.R. 0031) dated 20th September, 20180, Government grants including non-monetary grants at fair value can be presented in the balance sheet by recognising the grant in arriving at the carrying amount of the asset.

24. The above land has been assigned to KSRDC by the Govt. for institutional purposes at subsidised rate below the market value for a cost of Rs. 12.48 lakhs.

25. (i) Used Assets are physically verified at unit level. Used assets register is maintained in unit.

26. (ii) Land in which building is constructed in Kollam is shown at nominal value of Rs. 1.00 in books of accounts.

27. (iii) Land held 1 and in which building is constructed in Kollam is shown at nominal value of Rs. 1.00 in books of accounts.

28. There are no Assets acquired out of grant in And which are indirect agency's grant received in the year itself and is shown at quantified value of Rs. 1 per for each assets.

29. Building is provided a compound wall built on a leased property at Kollam.

30. No other more 28 for additional disclosure relating to capitalised non assets required pursuant to Ind AS 116.

31. No other more 28 for additional disclosure relating to transfers of non cash assets and held for sale.

$$(V) = \text{Fair Market Value of Fund} = 325,861 \text{ shares}$$
^a t is the nature of the price period error. Value of land received shown price is not off of land transaction.

for each prior period presented to the extent practicable, the amount of the contribution for one name in the prior period was 10 cents or more received from previously not a

(i) for each financial statement line item affected, and

(4) If the AIC 21 applies to the entity, for basic and diluted earnings per share

(c) the amount of the correction at the beginning of the earliest prior period affected, and

to a new manner of his conversion at the beginning of the century of grace present; and

For more information, contact the National Center for Education Statistics (NCES) at (202) 854-7700 or http://nces.ed.gov/ipeds/data/ncses/ipeds_datacenter/ipeds_datacenter.asp.

23. As per para 24 of IAS 20 (Notification)

on arriving at the carrying amount of the asset.

of the three main categories of respondents in a study. The three intransformation pumps are a good example. Above are physically verified in an array. Used again together to maintain in column.

Uninvested funds are primarily retained in bank assets. Such assets are subject to nonrealization in periods of a prolonged downturn in the economy. The value of the assets is not reflected in the book value of accounts receivable and in which building is constructed in the form of a normal value of the building.

and there are no Asvats acquired out of Grant in And which are undischarged against a grant received in the year itself and is shown as a negative value of 0 or 100 for each asvats.

The *Harbottle* is precisely a *dispositive* will built on a dispositive property settlement.

of the water area. We have additional data from a hydrographic survey conducted in 1965, but the AS-116

the α and β phases, but the additional desolvation required to transfer an electron from the ion to the α phase is not included in the

2.(b) Capital Work In Progress Aging

Particulars	Amount (in lakhs)
Balance as at 01 April, 2021	24.70
Additions during the year	-
Transfer during the year	-
Balance as at 31 March, 2022	24.70
Balance as at 01 April, 2022	24.70
Additions during the year	-
Transfer during the year	24.70
Balance as at 31 March, 2023	-

Note-Refer Note 24 to the Financial Statements

2.(c) Intangible Assets

Particulars	Amount (in lakhs)
Software	
GROSS CARRYING AMOUNT	
Balance as at 01 April, 2021	1.87
Additions during the year	1.01
Disposals/Deductions during the year	-
Balance as at 31 March, 2022	2.88
Balance as at 01 April, 2022	2.88
Additions during the year	-
Disposals/Deductions during the year	-
Balance as at 31 March, 2023	2.88
ACCUMULATED DEPRECIATION AND IMPAIRMENT LOSSES	
Balance as at 01 April, 2021	1.09
Additions during the year	0.65
Disposals/Deductions during the year	-
Balance as at 31 March, 2022	1.74
Balance as at 01 April, 2022	1.74
Additions during the year	0.42
Disposals/Deductions during the year	-
Balance as at 31 March, 2023	2.16
NET CARRYING AMOUNT	
As at 31 March, 2022	1.14
As at 31 March, 2023	0.72

Particulars	As at 31st March, 2023	As at 31st March, 2022
2.(d) Other Current Assets		
(a) Advance to Capital Creditors	-	9.80
(b) Assets Held for Sale	0.36	-
(c) Claim receivable (Refer Note 1)	24.33	-
	24.69	9.80

Note

1. Construction of building in Kollam treated as claim receivable during the year as the work has been suspended and the information relating to completion schedule and any overrun of time / cost exceeding initial estimates is not ascertainable at this stage due to practical difficulties. Hence the amount shown under CWIP has been reclassified as Other Current Asset under Non Financial Assets



3.(a) PAYABLES	As at 31st March, 2023	As at 31st March, 2022
Particulars		
(a) Trade Payables:		
(i) Total outstanding dues of micro enterprises and small enterprises	-	-
(ii) Total outstanding dues of creditors other than micro enterprises & small enterprises	75.92	57.95
(b) Creditors for Capital Purchase	-	-
(i) Total outstanding dues of micro enterprises and small enterprises	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
TOTAL	75.92	57.95

Payables Aging schedule 31-03-2023

Particulars	Outstanding for following periods from due date of payment				Total (' in lakhs)
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	75.92	-	-	-	75.92
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

Payables Aging schedule 31-03-2022

Particulars	Outstanding for following periods from due date of payment				Total (' in lakhs)
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	57.95	-	-	-	57.95
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

Micro, Small and Medium Enterprises:

Based on and to the extent of the information received by the Company from the suppliers during the year regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act), the total outstanding dues of Micro and Small Enterprise which are outstanding for more than the stipulated period are Nil.

3.(b) BORROWINGS (other than debt securities)	As at 31st March, 2023	As at 31st March, 2022
Particulars		
At Amortised cost		
Financial Liabilities		
Term Loans from other Parties -		
Term Loan Schemes:-		
(i) National Backward Class Finance and Development Corporation	30,653.24	30,806.75
(ii) National Minority Development and Finance Corporation	42,000.83	38,629.56
(iii) National Sahi Karmachari Financial Development Corporation	-	-
	72,654.07	69,436.31
Micro Finance Schemes:		
(i) National Backward Class Finance and Development Corporation - Micro Finance	13,134.20	13,963.36
(ii) National Minority Development and Finance Corporation - Micro Finance	20,247.78	16,680.22
(iii) National Sahi Karmachari Financial Development Corporation - Micro Finance	39,427.32	25,562.83
	72,809.30	60,206.41
TOTAL	1,45,263.37	1,29,642.74

Note: All the above Loans are unsecured and Guaranteed by Government of Kerala to the tune of Rs. 1,45,198.01 Lakhs (March 2022: Rs. 1,29,577.88 Lakhs) as on Balance Sheet Date.

	Rs. in Lakhs
(i) National Backward Class Finance and Development Corporation	43,587.44
(ii) National Minority Development and Finance Corporation	62,348.61
(iii) National Sahi Karmachari Financial Development Corporation	39,427.32

There are no borrowings measured at FVTPL or designated as FVTPL.

These loans are under various schemes, the repayment of which ranges from 4 to 10 years.

The Company has not defaulted in repayment of principal and interest on above Borrowings.

Out of the Long Term Borrowings, the amounts due within a period of 12 months are shown under Other Current Liabilities.

There are no loans from related parties.

				(Rupees in Lakhs)
Details of term loans from other parties				
		As at 31st March, 2023		As at 31st March, 2022
Particulars	Interest Range	Amount	Interest Range	Amount
Repayable in installments				
(i) Quarterly				
Maturing within 1 year	1%-5%	41,482.56	1%-5%	27,099.21
Maturing after 1 year	1%-5%	1,03,780.81	1%-5%	1,02,543.53
		1,45,263.37		1,29,642.74



		(Rupees in Lakhs)	
3(c) OTHER FINANCIAL LIABILITIES		As at 31st March, 2022	As at 31st March, 2021
Particulars			
(a) Capital Subsidy received from NORKA		509.62	697.96
(b) Interest accrued and due on Borrowings		387.79	288.62
(c) Interest accrued and but not due on Borrowings		274.94	299.82
(d) Selfie Subsidy from Backward Class Development Department		121.25	180.23
(e) Start Up Subsidy from Backward Class Development Department		65.46	46.59
(f) Fishermen Debt Relief Loan Repayable		14.34	22.17
(g) Subsidy from Small Farmers Age Business Consortium		14.54	14.54
(h) Fishermen Debt Relief Fund Payable		7.05	1.80
(i) Grant in aid		10.00	-
(j) Retrenchment payable		-	-
(k) Statutory Dues		49.71	48.19
(l) Refund of Excess Collection		60.62	58.05
(m) Interest Subsidy From Nokia		48.00	-
(n) Performance Incentive Payable		80.16	89.72
TOTAL		1,613.47	1,747.69
Note:		Capital Subsidy received from NORKA under An Yum Scheme will be credited to the loanee account on last year of repayment period.	
		Interest accrued and Due represents the repayment for the fourth quarter made in the first week of April.	
		Refund of excess collection amounting to Rs. 60.62 lakhs (Rs. 58.05 lakhs for FY 21-22) accounts to the refund payable for excess money collected from loanee.	
		Interest subsidy from Nokia amounting to Rs. 48 lakhs has been recognised for the year on the basis of NDPREM Scheme. This amount has been received in the subsequent year.	
4(a) PROVISIONS		(Rupees in Lakhs)	
Particulars		As at 31st March, 2022	As at 31st March, 2021
(a) Provision for Employee Benefits:			
- Leave Encashment		372.51	460.41
- Group Gratuity Premium Payable		18.74	102.45
- Gratuity Payable for Contract employees		9.03	9.03
(b) Others: Provision for CSR		57.78	57.44
TOTAL		461.07	629.33
		CSR payable for the year ended 31st March, 2022 was subsequently paid to PM CARES fund vide receipt number PMCARES/WEB/2023032810179372 dated 30.09.2023.	
		CSR payable for the year ended 31st March, 2022 was subsequently paid to PM CARES fund vide receipt number PMCARES/WEB/2023032810172731 dated 28 March 2023.	
4(b) OTHER NON FINANCIAL LIABILITIES			
(a) Security Deposits		1.26	1.39
(b) AGU Liability		122.64	-
TOTAL		122.90	1.39



5.(a) Equity Share Capital

SHARE CAPITAL			(Rupees in Lakhs)	
	As at 31st March, 2023		As at 31st March, 2022	
Particulars			Number	Amount
Authorized Capital: (2,00,00,000 Equity shares of Rs. 100 each)	200.00	20,000.00	150.00	15,000.00
		<u>20,000.00</u>		<u>15,000.00</u>
Issued, Subscribed and Paid Up Capital: (1,50,00,000 Equity shares of Rs. 100 each)	150.00	<u>15,000.00</u>	150.00	<u>15,000.00</u>
		<u>15,000.00</u>		<u>15,000.00</u>

Rights Attached to Each Class of Equity Shares

The Company has issued only one class of equity shares having a par value of Rs. 100/- per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(Rupees in Laki)				
Reconciliation of the No. of Shares outstanding at the beginning & at the end of the reporting period				
Particulars	As at 31st March, 2023		As at 31st March, 2022	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	150.00	15,000.00	139.93	13,992.60
Shares Issued during the period	-	-	10.07	1,007.40
Shares Bought back during the period	-	-	-	-
Shares Outstanding at the end of the year	150.00	15,000.00	150.00	15,000.00

Particulars of shareholders holding more than 5 Per Cent				
Particulars	As at 31st March, 2023		As at 31st March, 2022	
	Number	Amount	Number	Amount
Government of Kerala	150.00	15000.00	150.00	15000.00

Particulars of Shares Issued during the Previous 5 Years					
Particulars	During the Year/ Period				
	2021-22	2020-21	2019-20	2018-19	2017-18
Equity Shares of Rs. 100/- Each					
(a) Aggregate No. of shares allotted as fully paid up pursuant to contracts without payment being received in cash	-	-	-	-	-
(b) Aggregate number & class of shares allotted as fully paid up by way of bonus shares	-	-	-	-	-
(c) Aggregate number & class of shares bought back	-	-	-	-	-
(d) Shares reserved for issue under options and contracts/commitments for the sale of shares/disinvestment.	-	-	-	-	-
(e) Any securities convertible into equity/preference shares issued along with the earliest date of conversion in descending order starting from the farthest such date.	-	-	-	-	-
(f) Calls unpaid (showing aggregate value of calls unpaid by directors and officers)	-	-	-	-	-
(g) Forfeited shares (amount originally paid-up).	-	-	-	-	-



SHARE APPLICATION MONEY PENDING ALLOTMENT	As at 31st March, 2023	As at 31st March, 2022
Particulars		
Share application money for pending allotment	113.80	113.80
TOTAL	113.80	113.80

(Rupees in Ls)

5.(b) OTHER EQUITY

Particulars	As at 31st March, 2023	As at 31st March, 2022
(a) Share Application Money pending allotment	113.80	113.80
(b) General Reserve		
(a) Opening balance	21,339.77	23,225.05
(b) Less: Transfer to Profit & Loss		(3,693.45)
(c) Add : Transfer from statement of Profit or Loss	4,225.65	1,874.21
(d) Less: Effect of change in Accounting Policies	-	-
(e) Less: OB adjusted for Statutory Reserve RBI as per section 45-IC of the RBI Act 1934	-	-
(f) Less: Effect of Prior period adjustment		82.56
(g) Add- Effect of OB adjusted for prior period adjustment for statutory reserve as per section 45-IC of the RBI Act 1934	-	-
(h) Closing balance	25,565.41	21,339.77
(c) Surplus/(Deficit) in Statement Profit and Loss		
(a) Opening Balance	-	-
(b) Add: Transfer from General Reserve	-	3,693.45
(c) Less: Prior Period adjustments	-	(3,693.45)
(d) Add: Profit for the year	6,456.81	4,369.61
(e) Less: Transfer to BCDC LDRF Special Reserve	192.13	211.78
(f) Less: Transfer to Statutory Reserve as per 45-IC of the RBI Act 1934	1,291.36	873.92
(g) Less: Transfer to Impairment Reserve	747.67	1,409.70
(h) Less: Transfer to General Reserve	4,225.65	1,874.21
(i) Closing balance	-	-
(d) BCDC LDRF Special Reserve		
(a) Opening Balance	533.23	500.54
(b) Add: Additions	192.13	211.78
(c.) Less: Transferred	219.94	179.09
(d) Closing balance	505.42	533.23
(e) Statutory Reserve as per section 45-IC of the RBI Act 1934		
(a) Opening Balance	1,973.29	1,115.88
(b) Add: Additions	1,291.36	873.92
(c) Less: Adjustments relating to Opening Balance		16.51
(d) Closing balance	3,264.65	1,973.29
(f) Impairment Reserve		
(a) Opening Balance	2,345.17	935.47
(b) Add: Additions	747.67	1,409.70
(c.) Less: Transferred	-	-
(d) Closing balance	3,092.84	2,345.17
TOTAL	32,542.12	26,305.26



Share Application Money pending allotment

The delay in share allotment of Rs. 113.80 lakhs was due to a delay in receiving government sanction for increasing the authorized share capital. The authorized share capital was subsequently increased and approval for the share allotment was received from the ROC on 25th April 2023.

General Reserve

General reserve is created through annual transfer of profits after appropriations to Statutory Reserve as per 45-IC of the RBI Act 1934 and Transfer to BCDC Loan Distress Relief Fund Special Reserve

Statutory Reserve as per 45-IC of the RBI Act 1934

Statutory reserve represents reserve fund created pursuant to Section 45-IC of the RBI Act, 1934 through transfer of specified percentage of net profit every year before any dividend is declared. The reserve fund can be utilized only for limited purposes as specified by RBI from time to time and every such utilization shall be reported to the RBI within specified period of time from the date of such utilization.

BCDC LDRF Special Reserve

BCDC LDRF Special Reserve is maintained for addressing the loanees in distress due to death/ incapacitation of loanees. During the current year, Rs.219.94 lakhs were adjusted against the dues of 222 loanees (Previous year Rs.179.09 lakhs for 167 loanees). The BCDC LDRF Reserve is prepared in general by transferring 2/3 part of the processing fee in the case of new loans except self employment loans above 10lakhs and in the case of self employment loans above 10 lakhs, 1/3 of the processing fee is earmarked to LDRF Reserve. Processing fee charged on the micro credit scheme and Ente Veedu Scheme is excluded.

In respect of processing fees, the fee collected upfront is segregated as 2/3rd towards LDRF fund and the company is not entitled to recognise revenue on such fees collected. The balance 1/3rd of the fee is recognised upfront as income instead of amortisation under effective interest rate method as per Ind AS 109 since the impact is not considered as material in nature by the management.

Impairment Reserve

As per Prudential Floor for ECL as per 2(b) & (c) Annex to RBI/2019-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 Circular dated 13th March 2020, where impairment allowance under Ind AS 109 is lower than the provisioning required under IRACP (including standard asset provisioning), NBFCs/ARCs shall appropriate the difference from their net profit or loss after tax to a separate 'Impairment Reserve'. The balance in the 'Impairment Reserve' shall not be reckoned for regulatory capital. Further, no withdrawals shall be permitted from this reserve without prior permission from the Department of Supervision, RBI. The requirement for 'Impairment Reserve' shall be reviewed, going forward.



6 REVENUE FROM OPERATIONS (Rupees in Lakhs)

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
On Financial Instruments measured at Amortized cost		
(a) Interest Income:-		
(i) Interest on Term Loans/Micro Finance	10,522.79	8,914.04
(ii) Interest from Fixed deposit with maturity period less than 3 months	157.69	160.63
(iii) Interest on EHBA	17.14	17.78
(iv) Interest on EPLS	6.58	4.53
(v) Penal Interest on Scheme Loans	542.07	489.32
(vi) Pre Fixed Interest	560.30	299.99
TOTAL	11,806.56	9,886.30

Note (a): There is no loan asset measured at FVTPL or FVOCI

Note (b): Interest income accruing on credit impaired assets and overdue interest levied on customers for delay in repayment of contractual cash flows are both recognized on receipt basis.

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
(b) Fees and commission income		
(i) Processing Fee Collected	327.26	321.69

Note (a): 2/3rd part of Processing Fee Collected from new loans other than self-employment loans above 10 lakhs is appropriated to LDRF Reserve and in the case of self-employment loans above 10 lakhs 1/3 of the processing fee is earmarked to LDRF Reserve.

Note (b): In respect of processing fees, the fee collected upfront is segregated as 2/3rd towards LDRF fund and the company is not entitled to recognise revenue on such fees collected. The balance 1/3rd of the fee is recognised upfront as income instead of amortisation under effective interest rate method as per Ind AS 109 since the impact is not considered as material in nature by the management.

7 OTHER INCOME

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
(a) Miscellaneous Income	234.83	194.88
TOTAL	234.83	194.88

8 FINANCE COSTS

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
(a) Interest on Borrowings		
(i) Interest on NBCFDC Fund	1,180.92	1,204.15
(ii) Interest on NMDFC Fund	1,449.89	1,268.80
(iii) Interest on NSKFDC Fund	291.24	161.73
(b) Other Interest expense		
(i) Guarantee Fee to Govt. of Kerala	971.83	809.09
(ii) Green Card	64.49	81.35
(iii) Moratorium	37.85	41.08
(iv) Ashwasakiranam Scheme	-	17.47
(v) Interest on finance lease	6.15	
(vi) OTS	25.73	29.39
TOTAL	4,028.09	3,613.06

Note 1: Other than financial liabilities measured at amortized cost, there are no other financial liabilities measured at FVTPL.

9 EMPLOYEE BENEFIT EXPENSES

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
(a) Salaries and wages	1,525.69	1,677.00
(b) Contribution to Provident and Other Funds	152.11	170.07
(c) Staff Welfare Expenses	3.11	2.39
TOTAL	1,680.91	1,849.46



10 Impairment on financial instruments

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
On Financial Instruments measured at Amortized cost		
(a) Loans	600.68	(4.73)
	600.68	(4.73)

Note (a) - Other than financial instruments measured at amortized cost, there is no other financial instrument measured at FVOCI.

Note (b) - As per RBI/2019-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 NBFCs/ ARCs shall hold impairment allowances as required by Ind AS and also maintain the asset classification and compute provisions as per extant prudential norms on Income Recognition, Asset Classification and Provisioning (IRACP) including borrower/beneficiary wise classification, provisioning for standard as well as restructured assets, NPA ageing, etc. Where impairment allowance under Ind AS 109 is lower than the provisioning required under IRACP (including standard asset provisioning), NBFCs/ARCs shall appropriate the difference from their net profit or loss after tax to a separate 'Impairment Reserve'. As at the year ended 31st March 2023, impairment allowance under Ind AS 109 of the Company is lower than the provisioning required under IRACP (Refer Note 3(f)). On that ground Company appropriate an amount of Rs.2120.87 lakhs the difference of IRACP provision (including standard asset provisioning) Rs.10,915.82 lakhs and Impairment allowance under Ind AS- 109 Rs. 8794.94 lakhs from net profit after to a separate 'Impairment Reserve'

11 OTHER EXPENSES

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
(a) CSR Expenditure (Refer Note 16)	71.05	37.20
(b) Rent, Rates and Taxes and Insurance	45.16	124.93
(c) Advertisements	27.77	55.12
(d) Maintenance & Up-keep	53.56	46.76
(e) Printing & Stationery	55.97	31.45
(f) General Expenses	33.79	19.76
(g) Travelling & Conveyance	70.06	29.78
(h) Postage and Telephone Charges	38.73	33.86
(i) Electricity and Water Charges	15.03	12.45
(j) Loan Mela and Awareness and EXPO Programme Expenses	6.63	0.41
(k) Fee for Professional Services	14.02	8.62
(l) Audit Fee	1.75	2.79
(m) Filing Fee	38.44	0.67
(n) Revenue Recovery charges	-	0.48
(o) CMDRF Contribution	-	100.00
(p) Bank charges	9.97	7.32
(q) Power and Fuel	27.03	19.69
	508.98	531.29



		Lakhs)	
12	CONTINGENT LIABILITIES	As at 31.03.2023	As at 31.03.2022
Claims against the Company not acknowledged as debt:			
The Corporation has filed Service Tax appeal No. ST/20438/2019-DB against the			
(a)	Order No.TVM-EXCUS-000-APP-07-2019 dtd 16/01/2019 with CESTAT, Bengaluru on 09/04/2019 ,where decision still pending.	4.07	4.07
The Corporation has filed Service Tax appeal No. ST/20439/2019-DB against the			
(b)	Order No.TVM-EXCUS-000-APP-1151-2019 dtd 03/01/2019 with CESTAT, Bengaluru on 09/04/2019 ,where decision still pending.	12.43	12.43
The Corporation has filed Service Tax Appeal No.78/ST/TVM/2019 against the			
(c)	Order No.89/ST/DC/DIV/2018-19 dtd 21/01/2019 with The Commissioner [Appeals], Cochin on 02/04/2019 ,where decision still pending.	0.32	0.32
Order in Original No 15/2020-21 ST(JC) dated 02-11-2020 passed by the Joint Commissioner regarding Service Tax on Guarantee Commission. The corporation			
(d)	has filed Appeal with the Commissioner(Appeals), Cochin on 15-01-2021 which has been decided against the assessee. The company has filed the appeal with the tribunal against the order of the Commissioner(Appeals).	175.98	175.98
Order in Original No 09/ST/(DC)/DIV/2020-21 dated 24-06-2020 passed by the Deputy Commissioner regarding Service Tax on Processing fees, Notice charges,			
(e)	postal charges, legal fee, RR Commission, Misc Income and Sitting fee and travelling expenses paid to Directors. The corporation has filed Appeal with the Commissioner(Appeals), Cochin on 02-11-2020	9.45	9.45
(f)	Koppara Enterprises before Hon'ble High Court of Kerala	6.00	6.00
Order in Original No.01/GST(AC)/DIV/2021-22 dated 24.03.2022 passed by the Assistant Commissioner of Central Tax and Central Excise, Thiruvananthapuram			
(g)	North Division for being the GST short-paid under reverse charge mechanism on an amount paid by KSBCDC as guarantee commission for the period from 01.07.2017 to 26.07.2018	76.41	
Incase of occurrence of acceptance of claims against the company, the net surplus of the company will be reduced to the extent of Rs. 284.66 lakhs plus interest thereof and the liability will be increased to such extent.			

Accompanying notes forms part of the Financial Statements.
As per our report of events date attached



For Ananthan & Sundaram
Chartered Accountants
Firm Registration Number : 000148S
[Signature]
CA.HARIKRISHNAN.R.S. FCA,DISA
Partner
Membership No. : 230338

Place: Thiruvananthapuram
Date: 13/09/2024

For and on behalf of the Board of Directors
Kerala State Backward Classes Development Corporation Limited

[Signature]
Anjana M.L.S
Managing Director
(DIN:10405615)

[Signature]
Sujith S
Company Secretary
(M.No.A31205)

[Signature]
Adv K Prasad
Chairman
(DIN: 07851556)

[Signature]
Preethy Joseph
GM (Finance & Accounts)

Place: Thiruvananthapuram
Date: 10.09.2024



Corporate Information and Significant Accounting Policies**1 Corporate Information**

Kerala State Backward Classes Development Corporation Ltd, herein after referred to as the Corporation is a Government Company Registered under the Companies Act, 1956 with 100% shares held by the Government of Kerala. The Corporation is formed in the year 1995 for giving loans to the people belong to Other Backward and Minority communities and thus categorized it as a Non-Banking Finance Company registered under Section 45-IA of the Reserve Bank of India Act, 1934.

2 Basis of preparation

The Financial Statements of the company have been prepared in accordance with Ind AS notified under the companies (Indian Accounting Standards) Rules 2015 as amended from time to time and notified under section 133 of the Companies Act 2013 (the Act) along with other relevant provisions of the Act, the Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 (the NBFC Master Directions), notification for Implementation of Indian Accounting Standards issued by RBI vide circular RBI/2019-20/170 DOR(NBFC) CC PD. No.109/ 22.10.106/ 2019- 20 dated 13 March 2020 (RBI notification for Implementation of Ind AS) and other applicable RBI circulars/ notifications. Up to the year ended March 31, 2018, the Company prepared its Financial Statements in accordance with the requirements of previous GAAP, which includes Standards notified under the Companies (Accounting Standards) Rules, 2006. The Company uses accrual basis of accounting except in case of significant uncertainties.

The company adopted Ind AS w.e.f. April 01, 2019. The Financial Statements are presented in Lakhs of Indian Rupees and all values are rounded to the nearest Lakhs and with two decimals.

The Financial Statements are prepared on a going concern basis as the Management is satisfied that the Company shall be able to continue its business for the foreseeable future and no material uncertainty exists that may cast significant doubt on the going concern assumption. In making this assessment, the Management has considered a wide range of information relating to present and future conditions, including future projections of profitability, cash flows and capital resources. The COVID-19 pandemic has not affected the going concern assumption of the Company.

2.1 Presentation of Financial Statements

The Company presents its Balance Sheet in the order of liquidity.

The Company prepares and present its Balance Sheet, the Statement of Profit and Loss and the Statement of Changes in Equity in the format prescribed by Division III of Schedule III to the Act. The Statement of Cash Flows has been prepared and presented as per the requirements of Ind AS 7 'Statement of Cash Flows'.

The Company generally reports financial assets and financial liabilities on a gross basis in the Balance Sheet. They are offset and reported net only where Ind AS specifically permits the same or it has an unconditional legally enforceable right to offset the recognized amounts without being contingent on a future event. Similarly, the Company offsets incomes and expenses and reports the same on a net basis where ever permitted by Ind AS.

All assets and liabilities have been classified as Financial and non-Financial as per the relevant IND AS. Assets and Liabilities are not classified as current and non-current in line with Division III to Schedule III of Companies Act 2013. Further, the Company follows prudential norms on Assets classification and such provisioning in case of non-performing assets (NPA) on the basis of the Master Directions issued by Reserve Bank of India dated 31st May 2018.

2.2 Critical accounting estimates and judgements

The preparation of the Company's financial statements requires Management to make use of estimates and judgements. In view of the inherent uncertainties and a level of subjectivity involved in measurement of items, it is possible that the outcomes in the subsequent financial years could differ from the Management's estimates and judgements. Accounting estimates and judgements are used in various line items in the financial statements for e.g. -

- Business model assessment
- Fair value of financial instruments
- Impairment of financial assets
- Provisions and contingent liabilities

In accordance with Ind AS 8, the company considers material prior period items based on size and nature of transactions and impact on financial results and overall presentation of financial statements.

3 Summary of significant accounting policies**a. Property, Plant and Equipment and Intangible Assets**

i) Property, Plant and Equipment are stated at cost less depreciation. Costs comprise of cost of acquisition, cost of improvements and any cost attributable for bringing the asset into the condition or situation of its intended use.

ii) The Company has elected to continue with the carrying value of all of its property, plant and equipment recognized as of April 1, 2018 (the transition date) measured as per the previous GAAP and use such carrying value as its deemed cost as of the transition date as per Ind AS 16.

iii) An item of property, plant and equipment is derecognized 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 the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in profit or loss.



iv) Depreciation has been provided on written down value method on all Property, plant and equipment in accordance with Schedule II of the Companies Act, 2013. In respect of assets added/ disposed of during the year, depreciation is charged on pro-rata basis with reference to the date of addition/ disposal.

v) The Company has elected to continue with the carrying value of all of its intangible assets recognized as of April 1, 2018 (the transition date) measured as per the previous GAAP and use such carrying value as its deemed cost as of the transition date. Intangible assets, representing software, licenses etc. are initially recognized at cost and subsequently carried at cost less accumulated amortization and accumulated impairment. Expenditure on separate software is capitalized as intangible assets and depreciation provided at prescribed rate. An intangible asset is derecognized on disposal, or when no future economic benefits are expected from use or disposal. Gains and losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the assets are recognized in the Statement of Profit and Loss when the asset is derecognized.

vi) The Company recognizes internally generated intangible assets when it is certain that the future economic benefit attributable to the use of such intangible assets are probable to flow to the Company and the expenditure incurred for development of such intangible assets can be measured reliably. The cost of an internally generated intangible asset comprises all directly attributable costs necessary to create, produce, and prepare the asset to be capable of operating in the manner intended by the company.

vii) Assets acquired out of Grant in Aid which are adjusted against Grant received in the year itself and is shown at nominal value of Rs. 1.00 for each asset and no depreciation is charged in respect of these assets.

viii) Capital work in progress comprises the cost of PPE that are not ready for intended use at the reporting date.

b. Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases. Rental expense on operating leases is generally recognized on a straight-line basis over the term of the relevant lease. Lease rental income is accounted on accrual basis. The determination of whether an arrangement is, or contains, a lease is based on the substance of the arrangement at the inception date, whether fulfilment of the arrangement is dependent on the use of a specific asset or assets or the arrangement conveys a right to use the asset, even if that right is not explicitly specified in the arrangement.

Ministry of Corporate Affairs ("MCA") through Companies (Indian Accounting Standards) Amendment Rules, 2019 and Companies (Indian Accounting Standards) Second Amendment Rules, has notified Ind AS 116 Leases which replaces the existing lease standard, Ind AS 17 leases, and other interpretations. Ind AS 116 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both lessees and lessors. It introduces a single, on-balance sheet lease accounting model for lessees.

The Company has recognized the lease liability at the present value of the future lease payments discounted at a single discount rate at the date of initial application and right-of-use asset is equal to lease liability adjusted by the amount of any prepaid or accrued lease payments in relation to leases which has been previously classified as operating leases under Ind AS 17 subject to certain practical expedients as allowed by the Standard.

c. Impairment of Non-Financial Assets

Carrying amount of assets is reviewed at each balance sheet date based on the indications of impairment, which comprises of both internal and external factors. The assets are treated as impaired when the carrying amount of the assets exceeds its recoverable amount and such impairment loss is charged to Profit and Loss account in the year in which such impairment is identified. The impairment loss recognized in prior accounting period(s) is reversed to the extent of decrease in the impairment loss.

d. Financial Instruments

A financial instrument is defined as any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Trade receivables and payables, loan receivables, investments in securities and subsidiaries, debt securities and other borrowings, preferential and equity capital etc. are some examples of financial instruments. All financial instruments are at amortized cost unless otherwise specified.

All the financial instruments are recognized on the date when the Company becomes party to the contractual provisions of the financial instruments. For tradable securities, the Company recognizes the financial instruments on settlement date.

Carrying amount of assets is reviewed at each balance sheet date based on the indications of impairment, which comprises of both internal and external factors. The assets are treated as impaired when the carrying amount of the assets exceeds its recoverable amount and such impairment loss is charged to Profit and Loss account in the year in which such impairment is identified. The impairment loss recognized in prior accounting period(s) is reversed to the extent of decrease in the impairment loss.

e. Financial Asset

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognized on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

The Company measures its debt instruments at amortized cost if both the following conditions are met-

- The asset is held within a business model of collecting contractual cash flows, and
- Contractual terms of the asset give rise on specified dates to cash flows that are Solely Payments of Principal and Interest (SPPI) on the principal amount outstanding.

To make the SPPI assessment, the Company applies judgement and considers relevant factors such as the nature of portfolio, the period for which the interest rate is set and other factors which are integral to a lending arrangement.

The company reviews the credit quality of its loans based on the ageing of the loan at the period end. There is no significant credit risk on individual customer that may impact adversely, and hence the Company has calculated its ECL allowances on a collective basis.



f. Impairment of Financial Assets

Expected credit losses ('ECL') are recognized for applicable financial assets held under amortized cost.

Financial assets where no significant increase in credit risk has been observed are considered to be in 'stage 1'. Financial assets that are considered to have significant increase in credit risk are considered to be in 'stage 2' and those which are in default or for which there is objective evidence of impairment are considered to be in 'stage 3'. Even though ECL towards all possible default events over the expected life of the financial instrument ('lifetime ECL') needs to be considered only in the event of a significant increase in credit risk, the Company has conservatively provided life time ECL for stage 1, stage 2 and stage 3.

Financial assets (and the related impairment allowances) are written off in full, when there is no realistic prospect of recovery. The Company may apply enforcement activities to certain qualifying financial assets written off.

The Company has computed expected credit losses based on a provision matrix which uses historical credit loss experience.

Treatment of the different stages of**1) Credit Impaired (Stage-3)**

The Company recognizes a financial asset to be credit impaired and in stage 3 by considering relevant objective evidence, primarily with respect to:-

- a) Contractual payments of principal and/or interest are past due for more than 90 days
- b) The loan is otherwise considered to be in default

Loan accounts where principal and/or interest are past due for more than 90 days along with all other loans of such customer, continue to be classified as stage 3.

2) Significant Increase in Credit Risk (Stage -2)

An assessment of whether credit risk has increased significantly since initial recognition is performed at each reporting period by considering the change in the risk of default of the loan exposure. However, unless identified at an earlier stage, any overdue of more 30 days and up to 90 days during the life of the asset is considered as an indication of financial assets to have suffered a significant increase in credit risk. The default risk is assessed using PD (probability of default) derived from past behavioural trends of default across the identified homogenous portfolios.

3) Without significant increase in credit risk since initial recognition

ECL resulting from default events that are possible in the next 12 months are recognized for financial instruments in stage 1. The Company has ascertained default possibilities on past behavioural trends.

4) Measurement of ECL

The assessment of credit risk and estimation of ECL are unbiased and probability weighted. It incorporates all information that is relevant including information about past events.

The Company has calculated ECL using three main components: a probability of default (PD), a loss given default (LGD) and the exposure at default (EAD). ECL is calculated by multiplying the PD, LGD and EAD.

a) Determination of PD is covered above for each stage of ECL.

b) EAD represents the expected balance at default, taking into account the repayment of principal and interest from the Balance Sheet date to the date of default together with any expected drawdowns of committed facilities.

c) LGD represents expected losses on the EAD given the event of default, taking into account, among other attributes, the mitigating effect of collateral value at the time it is expected to be realized and the time value of money.

g. Effective Interest Method

Interest revenue shall be calculated by using the effective interest method. This shall be calculated by applying the effective interest rate to the gross carrying amount of a financial asset except for:-

- (a) Purchased or originated credit-impaired financial assets. For those financial assets, the entity shall apply the credit-adjusted effective interest rate to the amortized cost of the financial asset from initial recognition.
- (b) Financial assets that are not purchased or originated credit-impaired financial assets but subsequently have become credit-impaired financial assets. For those financial assets, the entity shall apply the effective interest rate to the amortized cost of the financial asset in subsequent reporting periods.

h. Revenue Recognition:

(i) Interest on loans and advances to borrowers is recognized on accrual basis on Performing Assets (Standard Assets) under effective interest rate method. Upto FY 21-22, interest on nonperforming Assets was recognized on actual receipt basis as per RBI norms.

W.e.f FY 22-23, As per the norms stipulated in Ind AS 109 under Para 5.4.1, Interest revenue is calculated by using the effective interest method. This shall be calculated by applying the effective interest rate to the gross carrying amount of a financial asset except for financial assets that are not purchased or originated credit-impaired financial assets but subsequently have become credit-impaired financial assets. For those financial assets, the entity shall apply the effective interest rate to the amortized cost of the financial asset in subsequent reporting periods.

Since it is not practical to identify and account for such revenue in earlier periods due to inherent limitations in the software and changes made therein regarding classification of accounts and also changes made in ECL Policy. Hence, it is practicable to apply such changes in policy only on prospective basis.

(ii) Any other income such as interest on SB, Short-Term Deposits etc. are also recognized on accrual basis.

(iii) The Company has also recognized Pre-Fixed Interest i.e. - the interest which is cumulated between instalments, for loans which are disbursed over multiple instalments till the date of fixing the EMI as per Ind AS.



i. Grant In Aid

Grants sanctioned by Government or the channel partners for programmes undertaken for the development of the target group are recognized in the Profit and Loss Account as income and matching expenses are disclosed separately in the profit and loss account. Unspent grants and grants received in advance are taken to current liabilities. Grants receivable as compensation for expenses incurred in a previous accounting period are recognised in the profit and loss account of the period in which it becomes receivable.

j. Retirement Benefits

Retirement benefits to employees are provided for by contribution to Provident and other Funds. The accrued liability for leave encashment is ascertained under the assumption that such benefit is payable to all employees at the end of the accounting year. Every employee who has completed five years or more service receives gratuity on leaving the Corporation at 15 days last drawn salary for each completed year of service. A policy has been subscribed under Group Gratuity Insurance Scheme of LIC which covers both insurance and actuarial valuation, thus complying 'Ind AS 19' on employee benefits issued by the Institute of Chartered Accountants of India. Contribution as is applicable to the employees on deputation is paid to the respective parent Departments. Since the Group Gratuity Insurance Scheme of LIC covers only the regular employees, the gratuity calculation for employees who are on contract basis more than 5 years are computed on actual basis as on date of the Balance Sheet as per Payment of Gratuity Act 1972.

k. Taxation

Provision for income tax has not been made in the accounts as the income of the Corporation is exempt under section 10(26B) & 10(26BB) of the Income Tax Act, 1961. Consequently the Indian Accounting Standard 12 on Income Taxes issued by the Institute of Chartered Accountants of India on deferred taxes is not applicable to the Corporation.

l. Provisions, Contingent Liabilities, and Contingent Assets:

A provision is recognized when the Company has a present obligation as a result of past event and it is probable that outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent liabilities are disclosed by way of notes to the balance sheet. Provision is made in the accounts in respect of those contingencies that are likely to materialize into liabilities after the year-end, until the finalization of the accounts that have material effect on the position stated in the balance sheet.

Contingent assets are recognized in the financial statements where there is certainty and documentation in support of the same.

m. Books of Accounts in electronic mode:

The Corporation has online in-house software 'BCDC Online' to monitor its lending business all over the State of Kerala. The statutory financial books of account are maintained with the aid of Tally Accounting Software in the Head Office and Branches of the Corporation. Back-up of the books of account and other books and papers of the company maintained in electronic mode are kept in servers physically located in India on a periodic basis.

n. Statement of Cash Flows:

Cash flows are reported using indirect method as permitted under Ind AS 7, whereby profit before 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. Cash and cash equivalent shown in the financial statement exclude items which are not available for general use as on reporting date.

Cash receipt and payment for borrowings in which the turnover is quick, the amounts are large, and the maturities are short are defined as short term borrowings and shown on net basis in the statement of cash flows. Such items include commercial papers, cash credit. Overdraft facility, working capital demand loan and triparty repo dealing and settlement. All other borrowings are termed as long-term borrowings. Cash flows from deposits are shown on net basis as permitted under Ind AS 7.

o. Loans:

Loans are stated at fair value i.e., the amount advanced, as reduced by the amounts received up to the balance sheet date.

p. Earnings per share:

Basic Earnings per equity share are calculated by dividing the profit attributable to the equity shareholders by the weighted average number of equity shares (calculated on a monthly basis). Diluted Earnings per equity share are calculated by dividing the profit attributable to the equity shareholders by the weighted average number of equity shares outstanding.



For Ananthan & Sundaram
Chartered Accountants
Firm Registration Number : 000148S
[Signature]
CA. HARIKRISHNAN, R.S. FCA, DISA
Partner
Membership No. : 230338

Place : Thiruvananthapuram
Date: 13/09/2024

For and on behalf of the Board of Directors
Kerala State Backward Classes Development Corporation Ltd

[Signature]
Anjana M IAS
Managing Director
(DIN:10405615)

[Signature]
Sujith S
Company Secretary
(M.No.A31205)

[Signature]
Adv K Prasad
Chairman
(DIN: 07851556)

[Signature]
Preethy Joseph
GM (Finance & Accounts)



Place: Thiruvananthapuram.
Date: 10.09.2024

Kerala State Backward Classes Development Corporation Ltd

Notes forming part of the Standalone IND AS Financial Statements for the year ended 31 March 2023

Explanatory Notes to Financial Statements:**13. Loans**

Loan availed from National Backward Classes Finance and Development Corporation, National Minority Development and Finance Corporation and National Safai Karmachari Financial Development Corporation, bearing interest as determined by the said agencies from time to time and are repayable in four quarterly instalments. Penal interest is payable for default, if any. The loans have been fully covered under a Guarantee given by the Government of Kerala. The Corporation is paying 0.75 percentage of the total actual loan, including interest penal interest etc., which remain outstanding as on 31st March of the preceding year, as Guarantee Commission to the Government of Kerala (GO(MS) No. 487/04/Fin. Dated Thiruvananthapuram 16th October 2004).

14. BCDC Loanee's Distress Relief Fund

The Corporation has set up a fund styled 'BCDC Loanee's Distress Relief Fund' which is considered adequate to meet any future contingencies that may arise out of death or accidental disablement of the loanees. The Fund is raised out of one-time marginal contribution from the beneficiaries, appropriation of a certain portion of the annual profits of the Corporation as determined by the Board of Directors of the Corporation from time to time, and out of possible contributions from Related Parties. The reserve is not represented by any earmarked investments.

a. In the opinion of the Directors, the Current Assets, Loans & Advances have the value as stated in the balance sheet if realized in the ordinary course of business.

b. Interest accrued but not received include interest accrued on short term fixed deposits, other term deposits with maturity one year and above with scheduled banks.

15. Total fees paid to the Statutory Auditors

The remuneration to statutory auditors for statutory audit of accounts for the year is 1.75 Lakhs/-.

16. Corporate social Responsibility:

The CSR activities of the Company shall include, but not limited to any or all of the sectors/activities as may be prescribed by Schedule VII of the Companies Act, 2013 amended from time to time.

During the year ended 31 March 2023, the Company has incurred an expenditure of Rs. 94.91 Lakhs (31 March 2022: Rs. 3.62 Lakhs) towards CSR activities (out of which, Rs. 71.05 lakhs accrues to FY 2022-23 and Rs. 23.86 accrues to FY 2019-20).

Detail of amount spent towards CSR activities

Gross amount required to be spent by the Company during the year is Rs 71.05 Lakhs (31 March 2022: Rs 37.20 Lakhs)

Particulars	Rs. In Lakhs	
	As at 31st March, 2023	As at 31st March, 2022
1) Promotion of health care and disaster management		
In cash	-	-
Other than cash	-	-
2) Other than (1) above		
In cash	-	-
Other than cash*	13.27	3.62
Total	13.27	3.62

* Amount spent during the year is less than 2% of the average net profit.

The Company in compliance with requirements set in section 135 of the Companies Act, 2013 has spent Rs. 13.27 lakhs against current year CSR expense and created a provision of Rs. 57.78 lakhs of which Rs. 34.37 lakhs relates to ongoing project of construction of school building for ALPSchool, Keezhillam, Chellakara and the balance amount of Rs. 23.41 lakhs will be transferred, within six months to a specified fund as mentioned in Schedule VII of the Act.

17. Information required as per item 4D of Part II of Schedule VI to the Companies Act:

	Current Year	Previous Year
(a) Value of Imports calculated on CIF basis	NIL	NIL
(b) Expenditure in foreign currency	NIL	NIL
(c) Amount remitted in foreign currency towards dividends	NIL	NIL
(d) Earning in Foreign exchange	NIL	NIL
(e) Value imported and indigenous raw material, spare parts and components, consumed and % of each to total consumption	NIL	NIL

18. Every employee who completes five years or more service receives gratuity at leaving the Corporation based on 15 days last drawn salary for each completed year of service. The Corporation is subscribing for the group gratuity scheme of LIC of India which covers both insurance and actuarial valuation. The compliance of 'Ind AS 19' relating to 'Employee Benefits' issued by the Institute of Chartered Accountants of India is ensured thus the Provision for earned leave salary has been provided for based on the eligible leaves of each employee as at the balance sheet date. PATTOOR



19. The Corporation has only one reportable business segment which is providing finances at concessional rate of interest to eligible persons belonging to the backward classes and minority communities of Kerala State. Accordingly, no separate disclosures of segment information have been made as per Accounting Standard Ind AS-108 "Operating Segments" issued by the Institute of Chartered Accountants of India.

20. As per Ind AS-24, Related Party Transactions, disclosures issued by the Institute of Chartered Accountants of India there are no transactions to be reported except for compensation paid to Key Managerial Personnel as per Note 27.

21. The disclosure required by Ind AS 116 – "Leases": The Corporation has taken various offices and residential premises under operating lease. These are generally non-cancellable and range between 11 months to 3 years and are renewable by mutual consent on mutually agreeable terms. The Corporation has given refundable, interest free security deposits under these agreements. Lease payments are recognized in the Profit and Loss Account under 'Rent'.

22. In case of such loanes, where the Corporation receives an amount in excess than what is required at the time when such loan is closed, then the Corporation, after scrutinizing such payment so received, being satisfied, intimate the concerned person to collect such excess payment from the company within a stipulated period and even in cases where they become late for such collection, the company releases the payment to them as and when they made the demand. However, after considering the diversity in each case of settlement, and the materiality of such amount remained unpaid as well as from the previous experience on the demand, the unclaimed amount is brought under the revenue head, after making necessary adjustments on the amount so demanded.

23. Earnings per share:

Basic Earnings per equity share are calculated by dividing the profit attributable to the equity shareholders by the number of equity shares outstanding at the end of the year. Diluted Earnings per equity share are calculated by dividing the profit attributable to the equity shareholders by the weighted average number of equity shares outstanding. Since there are no discontinued operations, EPS of continuing operation is same as total EPS. The numbers used in calculating basic and diluted earnings per equity share are as stated below:

Sl.No	Description	Current year	Previous Year
(a)	Net Profit available for equity shareholders (in lakhs)	6,457	4,370
(b)	Weighted average number of equity shares outstanding (in lakhs)	150	150
(c)	Basic Earnings per share (Face Value Rs 100 each) (in Rs.)	43.05	29.13
(d)	Diluted Earnings per share (Face Value Rs 100 each) (in Rs.)	42.72	29.04

24. Landed Property of extent 4.05 acres was allotted on lease at Kollam Village (Resurvey 2), in Kollam Taluk of Kollam District for the construction of KSBCDC Kollam District Office vide GO (Ms)No.360/14/Rev dated 20/08/2014. Hindustan Prefab Ltd was engaged by the company for the construction of Kollam office building at a cost of Rs.198 lakhs. sanction accorded by the Govt. As per the order, lease rent of Rs 93,150 per annum was payable for the financial years from 2013-14 to 2015-16.

An amount of Rs 34.50 lakhs were already spent against the construction of basement of office building. Accordingly, Hindustan Prefab Limited completed the basement work of the building on the above-mentioned property. However, as the land allocated came under the park and open space of the Kollam Development Master Plan, stop memo was issued from the Kollam Municipal Corporation pointing out the violation of KMBR Rules.

As per the govt order (No.36/2020/LSGD) dated 06-05-2021, the dispensation was granted by the Govt of Kerala and permit was issued and the building was allowed to be constructed at a revised estimate of Rs 164 lakhs with a maximum coverage of 40% of the land. A new agreement was entered with Hindustan Prefab Ltd with above mentioned revised terms as on 19-05-2021. However, Hindustan Prefab Ltd could not resume the work and the agreement with the company was terminated as on 29-05-2022. Hindustan Prefab Ltd. has returned Rs.9.80 lakhs on 15th July 2022 after deducting the cost for the basement work. The Board of Directors has decided to take legal steps against the company. Request has been made to the PWD Executive Engineer to determine the value of the construction work done. The Board of Directors has decided to engage Kerala State Housing Board to resume the construction work of the Kollam office building.

At this stage, no technical assessment was formally conducted by engineers of the management in order to evaluate whether the existing cost incurred can result in value addition to buildings and steps are under process for due evaluation of the project and currently is classified as project under suspension. Based on final technical evaluation under the supervision of the board of directors and audit committee the Construction of building in Kollam is treated as claim receivable during the year as the work has been suspended and the information relating to completion schedule and any overrun of time / cost exceeding initial estimates is not ascertainable at this stage due to practical difficulties. Hence the amount shown under CWIP has been reclassified as Other Current Asset under Non Financial Assets.



As per the letter (No. DCKLM/7736/2020-L2) from the district collector, Kollam dated 18-09-2021, below demand was raised with respect to lease rent for the above-mentioned property for the period from 2016-17 to 2021-22.

Arbitration claim filed U/s 23 of Arbitration and Conciliation Act, 1996 before the honourable Arbitrator V Bhaskaran (Rt Judge), total claim of Rs.80,05,566.74 with interest at 12% due from 29/05/2022 till realization from the respondent, Hindustan Prefab Kollam.

Year	Actual lease as per the existing market value	Amount in Lakhs Rs	
		Amount Remitted	Amount to be paid by the lessee
2016-17	1.40	0.93	0.47
2017-18	1.40	0.93	0.47
2018-19	1.61	0.93	0.68
2019-20	1.78	0.93	0.84
2020-21	1.95	-	1.95
2021-22	1.95	-	1.95
	10.09	3.73	6.36

Against the above demand, the company requested vide letter no 2758/E2(E3)/2015, dated 16-05-2022 to Backward Classes Development Department to waive the lease rent and transfer the ownership of the land in the name of the company, to avoid the difficulties faced in the renewal of lease agreement in every three years. The company has provided for this amount in the Financial Statements. (Refer Note 11(b)).

25. The previous year's figures have been recast/and regrouped wherever necessary to suit current year's groupings. Current year figures have been rounded off to the nearest lakhs of rupees and with two decimals.

26. Financial Statements as per INDAS including Balance Sheet, Profit & Loss Account, Cash Flow Statement, Statement of Changes in Equity, Significant Accounting Policy and Notes for the FY 2022-23 thereon has been approved by the Board of Directors in its meeting held on September 13, 2024

27. Details of related party transaction with Key Management Personnel (KMP)

Key management personnel are those individuals who have the authority and responsibility for planning and exercising power to directly or indirectly control the activities of the Company or its employees. Accordingly, the Company considers any Director, including independent and non-executive Directors, to be key management personnel for the purposes of Ind AS 24 – Related Party Disclosures.

Details of related party transaction with Key Management Personnel (KMP) for the financial year 2022-23

(Amount in Rs. lakhs)

SN	Particulars	Name of Party	Amount	Relationship
1	a.Salaries & Allowances (Managing Director)	Devidas N IAS	NIL	Managing Director
2	b.Salaries & Allowances (Company Secretary)	Ram Ganesh	4.20	Company Secretary
3	c.Honorarium to Chairman	K Prasad	2.40	Chairman
4	d.Travelling Expenses (Managing Director)	Devidas N	0.38	Managing Director
5	e.Travelling Expenses (Directors)		1.72	Directors
6	f.Travelling Expenses (Company Secretary)	Ram Ganesh	0.39	Company Secretary
7	g.Leave Travel Concession		NIL	
8	h.Sitting Fee		1.24	Directors
			10.33	

(Amount in Rs. lakhs)

Details of related party transaction with Key Management Personnel (KMP) for the financial year 2021-22

SN	Particulars	Name of Party	Amount	Relationship
1	a.Salaries & Allowances (Managing Director)	KT Balabhaskaran	22.72	Managing Director
2	b.Salaries & Allowances (Company Secretary)	Ram Ganesh	15.93	Company Secretary
3	c.Honorarium to Chairman	TK Suresh	2.40	Chairman
4	d.Travelling Expenses (Managing Director)	KT Balabhaskaran	0.37	Managing Director
5	e.Travelling Expenses (Directors)		1.45	Directors
6	f.Travelling Expenses (Company Secretary)	Ram Ganesh	0.33	Company Secretary
7	g.Leave Travel Concession		NIL	
8	h.Sitting Fee		0.92	Directors
9	i.Employee Loan (Managing Director)	KT Balabhaskaran	1.22	Managing Director
10	j.Interest on Employee Loan (Managing Director)		0.69	Managing Director
			45.42	



28. Rights-of-use assets

As a lessee, the Company's lease asset class consists of office premises. The office premises taken on lease for period of upto one year is categorised

under short term lease and hence no right-of-use assets has been recognized.

(i) Amounts recognized in the Balance Sheet

Particulars	As at 31 March 2023	As at 31 March 2022
(a) Right-of-use assets (net)	148.18	Nil
(b) Lease liabilities	199.52	Nil
(c) Additions to the Right-of-use assets	99.35	Nil

(ii) Amounts recognized in Statement of Profit and Loss

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
(a) Interest on lease liabilities	6.15	Nil
(b) Depreciation charge of Right-of-use asset	51.33	Nil

(iii) Amounts recognized in Statement of Cash flows

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Total cash outflow of leases	58.80	Nil

(iv) Maturity analysis - Contractual undiscounted cash flow

Particulars	As at 31 March 2023	As at 31 March 2022
Less than one year	27.16	Nil
Between one to three years	183.16	Nil
More than three year	20.85	Nil
Total undiscounted lease liabilities	231.17	



Kerala State Backward Classes Development Corporation Ltd
Notes forming part of the Standalone IND AS Financial Statements for the year ended 31 March 2023

29. Capital management

a. Capital Risk to Asset Ratio ('CRAR')

The Reserve Bank of India vide its circular reference RBI/2019-20/170 DOR (NBFC) CC PD No 109/22, 10 106/2019-20 dated 13 March 2020 outlined the regulatory guidance in relation to Ind AS financial statements from financial year 2019-20 onwards. This included guidance for computation of 'owned funds', 'net owned funds' and 'regulatory capital'. Accordingly, effective from the financial year ended 31 March 2020, the 'regulatory capital' has been computed in accordance with these requirements read with the requirements of the Master Direction DNBR, PD 008/03 10 119/2016-17 dated September (I), 2016 (as amended).

The Company's capital management strategy is to effectively determine, raise and deploy capital so as to create value for its shareholders. The same is done through a mix of either equity and/or convertible and/or combination of short term /long term debt as may be appropriate.

The company determines the amount of capital required on the basis of operations, capital expenditure and strategic investment plans. The capital structure is monitored on the basis of net debt to equity and maturity profile of overall debt portfolio.

The Company is subject to the capital adequacy requirements of the Reserve Bank of India (RBI). Under RBI's capital adequacy guidelines, the Company is required to maintain a capital adequacy ratio consisting of Tier I and Tier II Capital. The total of Tier II Capital at any point of time, shall not exceed 100 percent of Tier I Capital. The minimum capital ratio as prescribed by RBI guidelines and applicable to the Company, consisting of Tier I and Tier II capital, shall not be less than 15 percent of its aggregate risk weighted assets on-balance sheet and off-balance sheet.

The Company has complied with all regulatory requirements related capital and capital adequacy ratio as prescribed by RBI.

Particulars	Rupees in Lakhs	
	31-Mar-23	31-Mar-22
Tier - I capital	43,943.87	41,154.95
Tier - II capital	505.42	-
Total Capital	44,449.28	41,154.95
Aggregate of Risk Weighted Assets	1,82,492.53	1,69,278.21
Tier - I CRAR	24.08%	24.31%
Total CRAR	24.36%	24.31%

"Tier I Capital" means owned fund as reduced by investments in shares of other non-banking financial companies and in shares, debentures, bonds, outstanding loans and advances including hire purchase and lease finance made to and deposits with subsidiaries and companies in the same group exceeding, in aggregate, ten per cent of the owned fund.

"Owned fund" means paid up equity capital, preference shares which are compulsorily convertible into equity, free reserves, balance in share premium account and capital reserves representing surplus arising out of sale proceeds of asset, excluding reserves created by revaluation of asset, as reduced by accumulated loss balance, book value of intangible assets and deferred revenue expenditure, if any.

The company's "Tier 2 Capital" comprises of: General provisions and loss reserves, which is lower of:

- (a) Provision for standard Stage I assets
- (b) 1.25% of risk weighted assets

Aggregate Risk Weighted Assets - Under RBI Guidelines, degrees of credit risk expressed as percentage weightages have been assigned to each of the on-balance sheet assets and off-balance sheet assets. Hence, the value of each of the on-balance sheet assets and off-balance sheet assets required to be multiplied by the relevant risk weights to arrive at risk adjusted value of assets. The aggregate shall be taken into account for reckoning the minimum capital ratio.



b. Disclosure on Risk Exposure in Derivatives

The company does not have foreign currency transactions and hence foreign exchange risk is Nil.

30. Disclosure on liquidity risk under RBI circular no. RBI/2019-20/85 DOR/NBFC (PD) CC. No.102/03.10.001/2019-20 dated November 09, 2019 on Liquidity Risk Management Framework for Non-Banking Financial Companies and Core Investment Companies as on March 31, 2023.

a. Funding Concentration based on significant counterparty (both deposits and borrowings)*

Sr. No	No of Significant Counterparties	Amount	% of total Deposits	% of Total Liabilities*
1	NBFCDC Loan	43,587.44	30.01%	22.34%
2	NBFCDC Loan	62,248.61	42.85%	31.91%
3	NBFCDC Loan	39,427.32	27.14%	20.21%
		1,45,263.37		

*This covers the disclosure requirements of top 10 borrowers

b. Top 20 large deposits - Not Applicable**c. Funding Concentration based on significant instrument/product**

Sr.	Name of the instrument	Amount	% of Total Liabilities*
1	Loans from National Agencies	1,45,263.37	74.46%
	Total	1,45,263.37	74.46%

d. Stock Ratios

Sr No	Particulars	As at 31 March 2023
1	Commercial Papers to Total Liabilities*	Nil
2	Commercial Papers to Total Assets	Nil
3	NCDs (Original Maturity < 1 year)	Nil
4	NCDs (original Maturity < 1 year)	Nil
5	Other Short Term Liabilities to	Nil
6	Other Short Term Liabilities to	Nil

* Total Liabilities does not include Net Worth.

e. Institutional set-up for liquidity risk management:

The Company has an Asset Liability Management Committee (ALCO), a management level committee to handle liquidity risk management. The ALCO meetings are held at periodic intervals which oversees the liquidity risk management. The Board has the overall responsibility for management of liquidity risk. The Board decides the strategy, policies and procedures of the NBFC to manage liquidity risk in accordance with the liquidity risk tolerance limits decided by it. The ALCO consisting of the Company's top management is responsible for ensuring adherence to the risk tolerance limits set by the Board as well as implementing the liquidity risk management strategy of the Company.

The Company also has a funding strategy that provides effective diversification in the sources and tenor of funding. It maintains an ongoing presence in its chosen funding markets and strong relationships with fund providers to promote effective diversification of funding sources. The Company regularly gauges its capacity to raise funds quickly from each source. There is no over-reliance on a single source of funding.

The Company has appropriate internal controls, systems and procedures to ensure adherence to liquidity risk management policies and procedure.



31. As per RBI Master Circular- Disclosures in financial statements, additional disclosures are required in the Annual Financial Statements as follows: (All Amounts in INR Lakhs)

a. Registration obtained from other financial sector regulators

The Company is registered with the Reserve Bank of India (RBI) as a non-deposit taking, Non Banking Finance Company (NBFC), vide certificate number N-16.00189 dated 26th May, 2003.

b. Disclosure of Penalties imposed by RBI and other regulators

c. Exposure to Capital Market

Particulars	As at 31 March 2023	As at 31 March 2022
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;	Nil	Nil
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 funds;	Nil	Nil
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;	Nil	Nil
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;	Nil	Nil
Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	Nil	Nil
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;	Nil	Nil
Bridge loans to companies against expected equity flows / issues;	Nil	Nil
All exposures to Venture Capital Funds (both registered and unregistered)	Nil	Nil
Total Exposure to Capital Market	Nil	Nil

d. Provisions and Contingencies

Break up of 'Impairment on financial instruments' shown under the head Expenditure in Profit and Loss Account	Current Year	Previous Year
Provisions for depreciation on Investment	-	-
Provision towards NPA	10,915.82	7,079.84
Provision made towards Income tax	-	-
Other provision and Contingencies (with details)	-	-



g. Concentration of Advances & Exposures stood as follows:

(a) Concentration of Advances

Particulars	Current Year	Previous Year
Total advances to twenty largest borrowers	5,368.42	5,630.14
Percentage of advances to twenty largest borrowers to total advances	2.80%	3.25%

(b) Concentration of exposures (including off - Balance Sheet exposure)

Particulars	Current Year	Previous Year
Total exposure to twenty largest borrowers / customers	5,368.42	5,630.14
Percentage of exposures to twenty largest borrowers / customers to total exposure on balance sheet	2.80%	3.25%

f. Concentration of NPAs

Particulars	Current Year	Previous Year
Total exposure to top four NPA accounts	55.67	103.88

g. Sector-wise NPAs

Sector	Percentage of NPAs to Total Advances in that sector as at 31 March 2023	Percentage of NPAs to Total Advances in that sector as at 31 March 2022
(i) Agriculture & allied activities	25%	
(ii) MSME	23%	
(iii) Corporate borrowers	0%	
(iv) Services	23%	
(v) Unsecured personal loans	10%	
(vi) Auto loans	11%	
(vii) Others	13%	

h. Movement of NPAs

Particulars	As at 31 March 2023	As at 31 March 2022
i Net NPAs to Net Advances (%)	12.36%	13.20%
ii Movement of NPAs (Gross)		
a) Opening Balance	29,474	19,099
b) Additions during the year	11,089	16,145
c) Reductions during the year	11,397	5,771
d) Closing balance	29,166	29,474
iii Movement of Net NPAs		
a) Opening Balance	22,104	14,107
b) Additions during the year	9,942	14,309
c) Reductions during the year	9,739	6,311
d) Closing balance	22,306	22,104
iv Movement of provisions for NPAs (excluding provisions on standard assets)		
a) Opening Balance	7,370	4,993
b) Additions during the year	1,147	1,837
c) Reductions during the year	1,657	-540
d) Closing balance	6,859	7,370



I. Disclosure of Complaints

S. No.	Particulars	As at 31 March 2023	As at 31 March 2022
i	No. of complaints pending at the	Nil	Nil
ii	No. of complaints received during	Nil	Nil
iii	No. of complaints redressed during	Nil	Nil
iv	No. of complaints pending at the	Nil	Nil

J. Information on Instances of fraud:

S. No.	Particulars	As at 31 March 2023	As at 31 March 2022
i	Nature of Fraud	Fraud committed by customer	Fraud committed by customer
ii	No. of Cases	Nil	Nil
iii	Amount of fraud	Nil	Nil
iv	Recovery	Nil	Nil
v	Amount written-off/Provided	Nil	Nil

The Company has no exposure to real estate sector, directly or indirectly as on March 31, 2023 and March 31, 2022.

Details of Single Borrower Limit (SGL) / Group Borrower Limit (GBL) exceeded by the Nil

The disclosures given in the above notes pursuant to RBI Notifications are only to the extent they are applicable to the Company.

Draw down from Reserves Nil

Related party transactions Refer note 27

Remuneration of Directors Refer note 27

32. The disclosures as required by the NBFC Master Directions issued by RBI - A comparison between provision required under income recognition, asset classification and provisioning (IRACP) and impairment allowances and per Ind AS 109 'Financial Instruments' as of 31 March 2023. (All Amounts in INR Lakhs)

Asset classification as per RBI Norms	Asset classification as per Ind AS 109	Gross carrying amount as per Ind AS	Provision required as per IRACP norms	Net carrying amount	Loss allowance (provisions) as required under Ind AS 109	Interest Recognised on NPA Assets	Difference between Ind AS 109 provision and
1)	2)	3)	4)	(5) = (3) - (4)	6)	7)	(8) = (4) - (6) + (7)
a) Performing assets							
Standard	Stage 1	1,26,354.06	505.42	1,25,848.64	661.45	-	(156.04)
	Stage 2	17,847.28	71.39	17,775.89	944.84	-	(873.45)
	Stage 3	17,994.55	71.98	17,922.57	2,744.17	-	(2,672.19)
Subtotal (a)		1,62,195.88	648.78	1,61,547.10	4,350.46	-	(3,701.68)
b) Non-performing Assets (NPA)							
i) Substandard	Stage 3	11,832.45	1,183.25	10,649.21	1,804.45	235.73	(385.47)
ii) Doubtful up to 1 year	Stage 3	8,250.95	2,998.35	5,252.60	1,252.26	246.84	1,992.92
1 to 3 years	Stage 3	3,274.96	1,427.99	1,846.98	499.43	215.13	1,143.68
More than 3 years	Stage 3	3,037.46	1,867.64	1,169.82	463.21	274.27	1,678.70
iii) Loss	Stage 3	2,789.81	2,789.81	-	425.13	-	2,364.68
Subtotal (b)		29,165.64	10,267.03	18,898.61	2,744.48	971.97	6,794.51
c) Other Items (Standard)							
	Stage 1	-	-	-	-	-	-
	Stage 2	-	-	-	-	-	-
	Stage 3	-	-	-	-	-	-
Subtotal (c)		-	-	-	-	-	-
Total (a+b+c)							
	Stage 1	1,26,354.06	505.42	1,25,848.64	661.45	-	(156.04)
	Stage 2	17,847.28	71.39	17,775.89	944.84	-	(873.45)
	Stage 3	47,160.19	10,339.01	36,821.18	7,188.65	971.97	4,122.32
		1,91,361.52	10,915.82	1,80,445.71	8,794.94	971.97	3,092.84



33. Disclosure pursuant to paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007

Particulars		
Liabilities side :		
Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid	Amount outstanding 31 March 2023	Amount overdue 31 March 2022
(a) Debentures : Secured	-	-
(b) Deferred Credits	-	-
(c) Term Loans	1,45,263	1,29,643
(d) Inter-corporate loans and borrowing	-	-
(e) Commercial Paper	-	-
(f) Other Loans (Cash credit from bank)	-	-
Assets side :		
Break-up of Loans and Advances including bills receivables [other than those included below] :	Amount outstanding as on 31 March 2023	
(a) Secured		1,02,265.82
(b) Unsecured		87,624.99
TOTAL		1,89,890.81
Loans and advances (net of provisions for Non performing assets)		
Break-up of Investments :		
Current Investments :		
1. Quoted :	Nil	
(i) Shares : (a) Equity	Nil	
(b) Preference	Nil	
(ii) Debentures and Bonds	Nil	
(iii) Units of mutual funds	Nil	
(iv) Government Securities	Nil	
(v) Others (please specify)	Nil	
2. Unquoted :		
(i) Shares : (a) Equity	Nil	
(b) Preference	Nil	
(ii) Debentures and Bonds	Nil	
(iii) Units of mutual funds	Nil	
(iv) Government Securities	Nil	
(v) Others (please specify)	Nil	
Long Term investments :		
1. Quoted :	Nil	
(i) Shares : (a) Equity	Nil	
(b) Preference	Nil	
(ii) Debentures and Bonds	Nil	
(iii) Units of mutual funds	Nil	
(iv) Government Securities	Nil	
(v) Others (please specify)	Nil	
2. Unquoted :		
(i) Shares : (a) Equity	Nil	
(b) Preference	Nil	
(ii) Debentures and Bonds	Nil	
(iii) Units of mutual funds	Nil	
(iv) Government Securities	Nil	
(v) Others (please specify)	Nil	



Borrower group-wise classification of assets financed as in (2) and (3) above :
Please see Note 2 below

Category	Amount net of provisions		
	Secured	Unsecured	Total as on 31 March 2023
1. Related Parties **			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	-	-
(c) Other related parties	-	-	-
2. Other than related parties	1,02,265.82	87,624.99	1,89,890.81
Total	1,02,265.82	87,624.99	1,89,890.81

Includes Loans, Finance leases Net of provision for Non Performing Assets, Tax Receivables and Other Advances

Investor group-wise classification of all investments (current)

Category		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	-	-	-
Total	-	-	-

** As per Accounting Standard of ICAI (Please see Note 3)

Other information	
Particulars	Amount as on 31 March 2023
Gross Non-Performing Assets	
(a) Related parties	
(b) Other than related parties	29,166
Net Non-Performing Assets	
(a) Related parties	
(b) Other than related parties	22,306
Assets acquired in satisfaction of debt	

Notes:

- As defined in paragraph 2(1)(xi) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
- Provisioning norms shall be applicable as prescribed in Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.
- All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/fair value/NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in (4) above.



During the earlier years, there was an error in interpretation of the Income Recognition and Asset Classification Norms issued by the RBI for NBFC in which certain NPA was classified as doubtful/ Sub Standard based on period for which instalment of assets is overdue rather than the date of classification as NPA. Further, the ECL policy adopted by the company ascertained the loss on default based on expected loss incurred for Loss assets and Doubtful-3 category assets instead of expected loss incurred for all category of assets.

This has resulted in computation of provision for impairment of assets and provision for NPA as per IRACP Norms at amounts lower than the prescribed quantum. Such error is rectified in the financial statements as per the procedures stated in Ind AS 8 wherein the material prior period errors were corrected retrospectively by restating the comparative amounts for the prior periods presented in which the error occurred (i.e FY 2021-22) and restating the opening balances of assets, liabilities and equity for the earliest prior period presented (i.e as on 1.4.2021).

As a result of above changes, the amount required to be transferred to Impairment Reserve as per RBI Directions has undergone a change.

The impact of the above change on the profit for the year ended 31st March, 2022, the total equity as on 1.4.2021 and 31.3.2022, impairment allowance as on 1.4.2021 and 31.3.2022 and on impairment reserve as on FY 2020-21, 2021-22 and 2022-23 is disclosed hereunder.

The company is also for the first time implementing actuarial valuation for gratuity & earned leave for which it has been adjusted in the opening reserves for Rs. 102.45 lakhs and Rs. 21.88 lakhs respectively.

Other rectifications in the opening reserves include, Excess collections from Customers of Rs. 58.05 lakhs, SBI Collect Bank A/c's rectification of Rs. 36.95 lakhs, Reinstatement of land value on assignment of Rs. 4.83 lakhs, Additional Liability for fund from NMDFC of Rs. 65.26 lakhs, Recognition of provision for doubtful fixed deposit of Rs. 180.25 lakhs, CSR provision for FY 19-20 provided for Rs. 23.86 lakhs, Rectification of Festival advance of Rs. 0.50 lakhs, Audit fees of Rs. 0.70 lakhs and Advertisement charges of Rs. 0.37 lakhs has been corrected by restating the prior period amounts.

Particulars	For the year ended 31st March, 2022
Profits as per previous year financial statements	6,876.03
Add/Less : Adjustment for prior period items	(2,506.42)
Profits as per re-instated financial statements	4,369.61



Particulars	As at 31-03-2022	As at 01-04-2021
Other equity as per previous year financial statements	31,569.66	24,841.48
Add/Less: Adjustment for prior period items	(3,264.40)	(2,737.98)
Other equity as per re-stated financial statements	28,305.26	22,103.50

Particulars	As at 31-03-2022	As at 01-04-2021
Impairment Allowance as per previous year financial statements	3,520.91	6,032.10
Add/Less: Adjustment for prior period items	4,673.35	± 166.60
Impairment Allowance as per re-stated financial statements	8,194.26	± 1199.60

FY	Provisions as required under Ind AS 109	Provision required as per IRAC Norms	Impairment Reserve
2020-21	8,199.00	9,134.47	925.47
2021-22	8,194.26	(0,339.43)	7,345.17
2022-23 (*see note below)	7,822.98	(0,915.82)	3,097.84

*Provision as required by Ind AS 109 also includes Interest Income recognised on NPA Loans of Rs. 972.06 lakhs. The same effect has been brought in Impairment Reserve

Notes on Restatement of Balances

Nature of Restatements	Account affected by restatement	Restatements As at 01-04-2021	Restatements As at 01-04-2022
Amounts adjusted in Opening Reserves			
Change in ECL Provision for FY 20-21	Impairment Allowance	(2,166.90)	(2,166.90)
SBI Collect Reconciliation	SBI Collect -39265186212	36.95	36.95
Excess collection for loan (asset)		(58.05)	(58.05)
Reinstatement of land value on assignment	Refund of excess collection	4.83	4.83
Additional liability for Fund from NMDFC		(65.36)	(65.36)
Recognition of Gratuity Payable for earlier years	Term Loan from NMDFC		(65.36)
Recognition of Earned leave payable for earlier years	Gratuity Payable	(102.45)	(102.45)
Recognition of provision for doubtful fixed deposit	Funded Leave Payable	(111.61)	(111.61)
CSR provision for FY 19-20 provided	Provision for doubtful FD	(180.25)	(180.25)
Performance Incentive	Provision for CSR	(23.86)	(23.86)
Other Items	Performance Incentive Payable	(89.72)	(89.72)
Other Items	Festival Advance	(0.50)	(0.50)
Other Items	Audit fee payable	(0.70)	(0.70)
Other Items	Advertisement Charges Payable	(0.37)	(0.37)
Change in ECL Provision for FY 21-22	Impairment Allowance		(2,509.45)
Total		(2,757.98)	(5,264.43)

Note 35: Exceptional Item – Change in Accounting Policy

During the year, as per the norms stipulated in Ind AS 109 under Para 5.4.1, interest revenue on financial assets that are not purchased at original credit impaired financial assets but subsequently have become credit-impaired financial assets, the entity has applied the effective interest rate to the amortised cost of the financial asset gross carrying value less loss allowance as per Ind AS 109). This is a change in accounting policy as compared to previous year when no interest income was recognised for credit impaired assets.

The interest income so recognised due to the above change in accounting policy of Rs. 972.06 Lakhs has been disclosed as an exceptional item in the Statement of Profit and Loss. As per the RBI Norms, no interest shall be recognised for credit-impaired assets on accrual basis and interest income shall be recognised only on receipt basis. Although the above treatment is in accordance with Ind AS, as a matter of prudence, an amount equivalent to the such interest income of Rs. 972.06 Lakhs has been transferred to the Impairment Reserve which is duly disclosed in Note No. 32 to the accounts.

Note 36: Events subsequent to balance sheet date

(a) Payment of Dividend subsequent to balance sheet date

On the basis of the Board Meeting held on 25th July, 2023, it was decided that Board of Directors of the Company hereby recommend a dividend of Rs. 100/- (one hundred rupees) per equity share of Rs. 100/- each out of the profits of the Company for the year ended on 31st March 2023. The dividend is payable to the fully paid-up equity shares of the Company amounting Rs.6,00,00,000/- out of the profit which has been distributed in the subsequent FY.

(b) Disposal of Car at Kasargod District Office

Disposal of Car (KL-01-AR-1373), Mahindra Bolero from Kasargod Office. The car was not sold during the year as per the decision of the Board of Directors. The car was sold on 15/04/2023. The decision was finalized on 15/04/2023. The car was sold for Rs. 1,00,000/- on 27/06/2023.



Note 37: EMPLOYEE BENEFITS

Particulars	Gratuity	Earned Leave
	For the year ended	For the year ended
	31 March 2023	31 March 2023
I Change in defined benefit obligation		
Defined benefit obligation at the beginning of the period	800.41	370.69
Current service cost	37.23	68.46
Past service cost	-	-
Interest expense	57.62	26.02
Acquisition/ Divestiture	-	-
Re-measurement (gains)/ losses arising due to:	-	-
a. change in financial assumptions	-	-
b. change in demographic assumptions	-	-
c. experience adjustments	-	-
Benefits Paid	(43.56)	-
Actuarial (Gains)/Loss	(38.89)	(88.39)
Defined benefit obligation at the end of period	812.80	376.78
II Change in fair value of plan assets during the year		
Fair value of plan assets at the beginning of the period	697.96	-
Interest Income	53.14	-
Expected return on plan assets	-	-
Employer contributions	83.97	-
Re-measurement gains/ (losses) arising due to:	-	-
- Actuarial gain/(loss) on plan assets	0.36	-
Benefits paid	(43.56)	-
Fair value of plan assets at the end of the period	791.88	-
III Actual return on plan assets		
Return on plan assets	53.14	-
Actuarial gain/(loss) on plan assets	0.36	-
Actual return on plan assets	53.51	-
Net Defined benefit obligation		
Defined benefit obligation at the end of the year	(812.80)	(376.78)
Fair value of plan assets at the end of the year	791.88	-
Surplus/ (deficit)	(20.92)	(376.78)
Effect of Asset Ceiling	-	-
Net Defined benefit (liability)/asset	(20.92)	(376.78)
V Amounts recognised in the Statement of Profit & Loss		
Current service cost	37.23	68.46
Past service cost	-	-
Interest cost (net)	4.47	26.02
Immediate Recognition of (Gain)/Losses-Other	-	(88.39)
Long Term Benefits	-	-
Total expense for the year	41.70	6.09



	Particulars	Gratuity	Earned Leave
		For the year ended	For the year ended
		31 March 2024	31 March 2024
VI	Amounts recognised in the Other Comprehensive Income		
	Re-measurement (gains)/ losses arising due to:		
	a. change in financial assumptions	(11.57)	(6.96)
	b. change in demographic assumptions	-	-
	c. experience adjustments	(27.32)	(81.44)
	d. difference in actual return and interest on plan assets	(0.36)	-
	Total re-measurement recognized in OCI	(39.25)	(88.39)
VII	Key Actuarial Assumptions		
	Discount rate (p.a.)	7.40%	7.40%
	Attrition rate	10.00%	10.00%
	Expected rate of return on plan assets (p.a.)	7.02%	0.00%
	Expected salary increase rate (p.a.)	8.00%	8.00%
VIII	Sensitivity analysis for change in significant assumptions		
	Discount rate: Increase by 100 basis points	(30.43)	(18.31)
	Discount rate: Decrease by 100 basis points	32.62	19.89
	Salary increase rate: Increase by 100 basis points	22.21	18.24
	Salary increase rate: Decrease by 100 basis points	(24.47)	(17.11)
	Attrition rate: Increase by 100 basis points	(1.65)	(1.38)
	Attrition rate: Decrease by 100 basis points	1.71	1.49
IX	Expected Cash flows for the following year		
(i)	Expected contribution/ additional provision next year	27.52	-
(ii)	Expected total benefit payments		
	Year 1	124.62	61.52
	Year 2	146.85	68.06
	Year 3	103.19	49.52
	Year 4	103.96	45.68
	Year 5	71.17	35.14
	Years 6 to 10	472.05	236.38
X	Category of Plan assets		
	Insurer managed funds	100%	NA

Note

- (a) The Company has done actuarial valuation for the first time during the current financial year. Hence previous figures are not applicable
- (b) The sensitivity analysis above has been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting year 2022-23
- (c) The defined benefit plans are exposed to a number of risks. Most significant risks being asset volatility, change in bond yields, inflation risk and life expectancy. Any change in the assumptions will cause a change in the plan liabilities and plan investments.
- (d) The estimates of future salary increases, considered in actuarial valuation, take in to account inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.



Note 38 Other Informations

- (a) The Company does not hold any Benami Properties during the year
- (b) The Company does not have any Wilful Defaulters during the year
- (c) The Company does not have any relationship with Struck Off Companies during the year
- (d) The Company does not have any pending charges to be registered or satisfaction with Registrar of Companies beyond the statutory period during the year
- (e) The Company has not revalued their Property, Plant & Equipments (Including Right of use assets) and Intangible assets during the year
- (f) The Company does not have any Inventories during the year
- (g) The Company has not given any loans, advances, guarantee or investments in an other entity during the year
- (h) The Company has not given any loans or advances to Promoters or Related Parties during the year
- (i) The Company has no instances of non compliance of Section 185 or 186 of the Companies Act, 2013 during the year
- (j) The Company has not accepted any deposits during the year
- (k) The company has no undisclosed income during the year
- (l) The Company has not defaulted in repayment of loans or borrowings or in the payment of interest thereon to any lender during the year
- (m) The Company has not been declared as a wilful defaulter by any bank or financial institution during the year
- (n) The Company has not raised any short term funds which were then used for long term purposes during the year
- (o) The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies
- (p) The Company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year which were applied for the purposes for which those are raised
- (q) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year
- (r) There has not been any fraud by the Company or any fraud on the company that has been noticed or reported during the year
- (s) The Company has not entered into any non-cash transactions with directors or persons connected with the director during the year
- (t) The Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934
- (u) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India
- (v) The company has not incurred any cash losses in the financial year and in the immediately preceding financial year
- (w) There is no Scheme of Arrangements that has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013

For Ananthan & Sundaram
Chartered Accountants

Firm Registration Number : 000148S

CA. HARIKRISHNAN.R.S. FCA, DISA
Partner

Membership No. : 230338

Place : Thiruvananthapuram

Date: 13/09/2024

For and on behalf of the Board of Directors

Kerala State Backward Classes Development Corporation Ltd.

Anjana M IAS
Managing Director
(DIN:10405615)

Sujith S
Company Secretary
(M.No.A31205)

Adv K Prasad
Chairman
(DIN: 07851556)

Preethy Joseph
GM (Finance & Accounts)

UDIN : 24230338BKABXZ7504

Place Thiruvananthapuram
Date: 10.09.2024

29.

c. Asset Liability Management:

Maturity pattern of certain items of assets and liabilities as on 31 March 2023

	1 - 7 Days	8 - 14 Days	15- 30 Days	Over 1 month to 2 months	Over 2 months to 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Total
Liabilities										
Borrowings from banks and financial institutions										
Market Borrowings	3,166.62									
External Commercial Borrowings										
Assets										
Advances*										
NPA provision										
Net Advances										
					5,979.02	9,145.22	23,191.69	51,856.13	51,924.68	1,45,263.37

* a) The overdue receivable cannot be retrieved from the software.





Kerala State Backward Classes Development Corporation Ltd.

IInd Floor, T.C. No: 27/588 (7) & (8), Pattoor, Vanchiyoore P.O., Thiruvananthapuram - 695 035.