

ANNUAL REPORT 2018-19

OF

M/S AASVAS NIDHI LIMITED

**ROOM NO:10, XXI/656 N4, 2ND FLOOR,
LOTUS CITY CENTRE,
NEAR STATUE JUNCTION, TRIPUNITHURA
ERNAKULAM KL 682301 IN**

Our Auditor:

**C A PRADEEP KUMAR N C
CHARTERED ACCOUNTANT
SHANTHINILAYAM
T.K.S PURAM
KODUNGALLOOR PO
TRICHUR - 680664**

C.Ā.Pradeep Kumar.N.Ā

BSC,FCA,DISA,CISA.

Chartered Accountant.

Shanthi Nilayam

T.K.S Puram

Kodungalloor(P.O)Trichur-680664

INDEPENDENT AUDITOR'S REPORT

To the Members of M/s AASVAS NIDHI LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

I have audited the standalone financial statements of M/s AASVAS NIDHI LIMITED ("The Company"), which comprise the balance sheet as at 31st March 2019, and the statement of Profit and Loss for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and its profit for the year ended on that date.

Emphasis of Matters

I draw attention to the following matters in the Notes to the financial statements:

1. Due to their inherent nature some expenses are supported only by internal vouchers.
My opinion is not qualified in this respect.

Basis for Opinion

I conducted my audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. My responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am 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 my audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the Code of Ethics. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other



irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that are operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

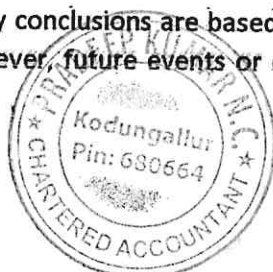
Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my 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. Since the Company is covered by Clause 9A as inserted by notification no G.S.R. 583(E) dated 13th June 2017 in the principal notification no G.S.R. 464 (E) dated 5th June 2015, I am not required to express an opinion whether the Company has in place adequate internal financial controls with reference to financial statements 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I 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 I identify during my audit. I also provide those charged with governance with a statement that I 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 my independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. Provisions of "The Companies (Auditor's Report) Order, 2016", issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as the 'Order') are not applicable to the Company during the year under audit.

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

a) I have sought and obtained all the information and explanations which to the best of my knowledge and belief are necessary for the purposes of my audit.

(b) In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books

(c) The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account

(d) In my opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

(e) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164(2) of the Act.

(f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in my opinion and to the best of my information and according to the explanations given to me:

- The Company does not have any pending litigations which would impact its financial position.
- The Company did not have any long-term contracts including derivative contracts for which there are any material foreseeable losses.
- There were no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company.

Place: Thrissur

Date: 05.08.2020

UDIN: 20210404AAAAW84T4.



PRADEEP KUMAR N.C.
B.SC, FCA, DISA, CISA
CHARTERED ACCOUNTANT
MEMBERSHIP NO: 210404

A handwritten signature in black ink, appearing to be "Pradeep", written over a circular scribble.

C.Ā.Pradeep Kūmar.N.Ā

BSC,FCA,DISA,CISA.

Chartered Accountant.

Shanthi Nilayam

T.K.S Puram

Kodungalloor(P.O)Trichur-680664

To

The Board of Directors
M/s Aasvas Nidhi Limited
Room No:10, XXI/656 N4, 2nd Floor,
Lotus City Centre, Near Statue Junction,
Tripunithura, Ernakulam KL 682301 IN

I have audited the Balance Sheet of Aasvas Nidhi Limited as at 31st March, 2019, and the annexed statement of Profit and Loss of the company for the year ended on that date and report that:

1. Pursuant to the Non Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2008 issued by Reserve Bank of India and on the basis of books and records of AASVAS NIDHI LIMITED and the information provided to us during the course of audit, I place my observations on the matters specified in Paragraph 3 and 4 of the aforementioned directions.

A. Since the company is a Nidhi Company, it does not require registration as Non Banking Finance Company under Section 45IA of Reserve Bank of India Act-1934.

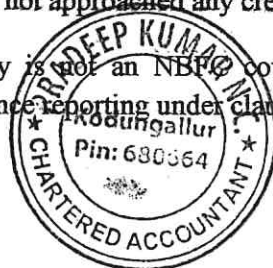
(i) The company has accepted deposits from its shareholders only and in compliance with the provisions of Nidhi Rules, 2014 and the directions, circulars and guidelines issued by the Central Government from time to time as applicable to a Nidhi Company. The total deposits accepted by the company during the FY 2018-19 is Rs. 4,597,304.10 are well within the limits prescribed, if the net worth of the company as per the audited balance sheet as on 31.03.2018 is considered.

B. (i) The company has accepted deposits from its shareholders only and in compliance with the provisions of Nidhi Rules, 2014 and the directions, circulars and guidelines issued by the Central Government from time to time as applicable to a Nidhi Company.

(ii) The quantum of deposits as laid out under the provisions of Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998 is not applicable to the company being a Mutual Benefit Financing Company (MBFC).

(iii) The company is not an Asset Finance Company or an Investment company or Loan Company and has not approached any credit rating agency for rating their deposits.

(iv) The company is not an NBFCD covered under clause (iii) of paragraph 3 of the directions, and hence reporting under clause (iv) doesn't arise.



(v) The company has not defaulted in payment to its depositors the interest and/ or principal amount of the deposits after such interest and/ or principal become due.

(vi) The company has complied with the Prudential Norms on Income Recognition, asset classification as provided in the Nidhi Rules- 2014. The provision of prudential norms on income recognition, accounting standards, asset classification, provision for bad and doubtful debts and concentration of credit/ investments as specified in the directions issued by the Reserve Bank of India in terms of the Non-Banking Financial (Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 are not applicable to the company.

(vii) The capital adequacy ratio requirement in the terms of the Non-Banking Financial (Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 is not applicable to the company.

(viii) Maintenance of Statutory Liquidity Ratio as prescribed by Reserve Bank in exercise of powers under Section 45-1B of the Act is not applicable to the company. However, the company has also not invested in unencumbered term deposits with a scheduled commercial bank in its own name which amounts to not less than 10% of deposits outstanding at the close of business as on the last working day of the second preceding month as prescribed by the Nidhi Rules, 2014.

(ix) The company being a NBFC is not required to submit return on deposits in Form NBS1

(x) Submission of half yearly return on prudential norms as specified in Non Banking Financial (Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions 2007 is not applicable to the company.

(xi) Since the Company is a Nidhi Company, reporting under paragraph 3 (A) (ii) of the directions is not applicable.

(xii) Since the Company is a Nidhi Company, paragraph 3 (A) (iii) of the directions is not applicable.

(xiii) Since the Company is a Nidhi Company, reporting under paragraph 3 (B) (iii) of the directions is not applicable to the Company.

(xiv) Since the Company is a Nidhi Company, reporting under paragraph 3 (B) (v) of the directions is not applicable to the Company


(xv) The company's net worth as on 31.03.2019 is Rs 12,46,592.43 Only, which is adequate for the amount prescribed by the Nidhi rules.

Place: Thrissur

Date :05.07.2020

UDIN: 20210404AAAAW8474




PRADEEP KUMAR N.C.
B.SC, FCA, DISA, CISA
CHARTERED ACCOUNTANT
MEMBERSHIP NO: 210404

X

C.Ā.Pradeep Kumar.N.Ā

BSC,FCA,DISA,CISA.

Chartered Accountant.

Shanthi Nilayam

T.K.S Puram

Kodungalloor(P.O)Trichur-680664

STATUTORY AUDITORS CERTIFICATE
(Pursuant to Rule 22 of Nidhi Rules, 2014)

THIS IS TO CERTIFY THAT, on the basis of books of accounts and other relevant documents verified by us and as per the explanations given to us by the management, AASVAS NIDHI LIMITED has complied with all the provisions contained in Nidhi Rules – 2014 and have not contravened any of the provisions contained in the said rules, subject to the following:

- The company has accepted deposits from its shareholders only and in compliance with the provisions of Nidhi Rules, 2014 and the directions, circulars and guidelines issued by the Central Government from time to time as applicable to a Nidhi Company. The total deposits accepted by the company during the FY 2018-19 are well within the limits prescribed, if the networth of the company as per the audited balance sheet as on 31.03.2019 is considered.
- The unencumbered time deposits with banks required as on 31.03.2019 is Rs. 6,190,338.92 whereas the actual amount of time deposits as on 31.03.2019 was Nil.
- The Net owned fund required as on 31.03.2019 is Rs.10,00,000.00 whereas the actual amount of net owned fund as on 31.03.2019 was Rs.12,46,592.43

Place: Thrissur

Date : 05.08.2020

UDIN: 20210404AAAAW8474



A handwritten signature in black ink, appearing to be "P.K.", enclosed within a hand-drawn oval.

PRADEEP KUMAR N.C.
B.SC, FCA, DISA, CISA
CHARTERED ACCOUNTANT
MEMBERSHIP NO: 210404

C.Ā.Pradeep Kumar.N.Ā
BSC,FCA,DISA,CISA.
Chartered Accountant.

Shanthi Nilayam
T.K.S Puram
Kodungalloor(P.O)Trichur-680664

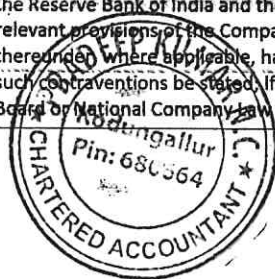
Reports under The Companies (Auditor's Report) Order, 2016 (CARO 2016) for the year ended on 31st March 2019

To,

The Members of AASVAS NIDHI LIMITED

We report that:-

Sl. No.	Comment Required on	Auditor's Opinion on Following Matter	Auditor's Remark
(i)	Fixed Assets	a) Whether the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets?	The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
		b) Whether these fixed assets have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of accounts?	Fixed assets have been physically verified by the management at reasonable intervals; No material discrepancies were noticed on such verification.
		c) Whether the title deeds of immovable properties are held in the name of the company? If not, provide the details thereof.	Not applicable, since the company does not own any immovable property.
(ii)	Inventory	Whether physical verification of inventory has been conducted at reasonable intervals by the management and whether any material discrepancies were noticed and if so, whether they have been properly dealt with in the books of account?	Not applicable, since the company does not have any inventory
(iii)	Loans Secured or Unsecured Granted	Whether the company has granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the register maintained under section 189 of The Companies Act, 2013? If so,	As informed, the company, company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
		a) Whether the terms and conditions of the grant of such loans are not prejudicial to the company's interest?	NA
		b) Whether the schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular?	NA
		c) If the amount is overdue, state the total amount overdue for more than ninety days, and whether reasonable steps have been taken by the company for recovery of the principal and interest?	NA
(iv)	Loan to director and investment by the company	In respect of loans, investments, guarantees, and security whether provisions of section 185 and 186 of the Companies Act, 2013 have been complied with. If not, provide the details thereof.	To the best of our knowledge there are no such transactions.
(v)	Public Deposits	In case, the company has accepted deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder where applicable, have been complied with? If not, the nature of such contraventions be stated. If an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court	The company being a nidhi company, it has followed all the required statutory guidelines in this regard.



		or any other tribunal, whether the same has been complied with or not?	
(vi)	Cost Accounting Records	Whether maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 and whether such accounts and records have been so made and maintained?	The Company is not required to maintain cost records pursuant to the Rules made by the Central Government for the maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013.
(vii)	Statutory Compliance	a) Whether the company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable, shall be indicated?	According to the information and explanations given to us, no undisputed dues in respect of provident fund, investor education and protection fund, employees state insurance, sales tax, wealth tax, service tax, customs duty, excise duty, cess and other statutory dues were outstanding at the year end for a period of more than six months from the date they became payable.
		b) Where dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned. (A mere representation to the concerned Department shall not be treated as a dispute)	There is no dispute with the revenue authorities regarding any duty or tax payable.
(viii)	Loan from Banks/ Financial institution	Whether the company has defaulted in repayment of loans or borrowing to a financial institution, bank, government or dues to debenture holders? If yes, the period and the amount of default to be reported (In case of defaults to banks, financial institutions, and government, lender wise details to be provided)	As per the information made available to us, the company has not taken loan from financial institution, bank or government bodies nor it has issued any debentures.
(ix)	Application of Money Received from Equity or Loan	Whether moneys raised by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purposes for which those are raised. If not, the details together with delays or default and subsequent rectification? if any, as may be applicable, be reported.	The company has not raised any money by way of initial public offer or further public offer (including debt instruments) and term loans. Hence this clause is not applicable.
(x)	Fraud Reporting	Whether any fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year? If yes, the nature and the amount involved is to be indicated;	Based on our audit procedures and the information and explanation made available to us no such fraud noticed or reported during the year.
(xi)	Managerial Remuneration	whether 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? If not, state the amount involved and steps taken by the company for securing refund of the same.	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.
(xii)	Nidhi Company - Compliance with Deposits	Whether the Nidhi Company has complied with the Net Owned Funds to Deposits in the ratio of 1:20 to meet out the liability and whether the Nidhi Company is maintaining ten per cent unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability?	The Company has maintained the Net owned fund ratio in 1:20. The company has not maintained the unencumbered term deposits as per the requirement on signing date, but on 04.09.2019 company made the deposit. from the date onwards company depositing such amounts on regular intervals.
(xiii)	Related Party Transactions	Whether all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards?	Yes, All transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and



			the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
(xiv)	Issue of Share Capital and use of Amount Raised	Whether the company has made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and if so, as to whether the requirement of section 42 of the Companies Act, 2013 have been complied with and the amount raised have been used for the purposes for which the funds were raised. If not, provide the details in respect of the amount involved and nature of non-compliance?	Yes. The required provisions have been complied.
(xv)	Transaction with Director	Whether the company has entered into any non-cash transactions with directors or persons connected with him and if so, whether the provisions of section 192 of Companies Act, 2013 have been complied with?	The company has not entered into any non-cash transactions with directors or persons connected with him.
(xvi)	Registration from RBI	Whether the company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and if so, whether the registration has been obtained?	The company is not required to be registered under section 45-IA of the Reserve Bank of India Act.

Place : Ernakulam

Date : 05.08.2020



UDIN: 20210404AAAAAW8474

PRADEEP KUMAR N.C.
 B.SC, FCA, DISA, CISA
 CHARTERED ACCOUNTANT
 MEMBERSHIP NO: 210404

M/s AASVAS NIDHI LIMITED

CIN - U65929KL2016PLC047400

Room No:10, XXI/656 N4, 2nd Floor, Lotus City Centre,
Near Statue Junction, Tripunithura, Ernakulam KL 682301 IN


Balance Sheet as at 31.03.2019


Particulars	Note	31st March 2019	31st March 2018
Equity and Liabilities			
1. Share Holders Fund			
[a] Share capital	3.1	1,760,500.00	1,559,500.00
[b] Reserves & surplus	3.2	(515,238.57)	(610,715.37)
2. Share Application Money Pending Allotment			
3. Non - Current Liabilities			
[a] Long term borrowings	3.3	6,190,338.92	1,593,034.82
[b] Deferred tax liabilities (Net)		-	-
[c] Other long-term liabilities		-	-
[d] Long-term provisions		-	-
4. Current Liabilities			
[a] Short - term borrowings		-	-
[b] Other current liabilities	3.4	538,014.58	133,232.00
[c] Short term provisions		4,390.00	-
		7,978,004.93	2,675,051.45
Assets			
1. Non - Current Assets			
[a] Fixed assets	3.5	229,519.57	80,285.04
(i) Tangible assets		-	-
(ii) Intangible assets		-	-
(iii) Capital Work-in-progress		-	-
(iv) Intangible assets under development		-	-
[b] Deferred tax assets (Net)		89,724.43	5,756.35
[c] Long-term loans and advances	3.6	5,389,937.62	1,393,339.36
[d] Other non-current assets		-	-
[e] Other Provisions		-	-
2. Current Assets			
[c] Trade receivables		-	-
[d] Cash and cash equivalents	3.7	1,365,633.31	1,155,670.70
[e] Short term loans and advances	3.8	270,000.00	40,000.00
[f] Other current assets	3.9	633,190.00	-
		7,978,004.93	2,675,051.45

The Attached Notes form integral part of Accounts:-


As per my report of even date attached

For and on behalf of the Board


Mrs. Surya Ratheesh
Managing Director


Mr. Sreejith Suchakaran
Director


Rajvihar Sasi Rajeev
Director


Thrissur: 05/08/2020

Thrissur: 05/07/2020

PRADEEP KUMAR N.C.
B.SC, FCA, DISA, CISA
CHARTERED ACCOUNTANT
MEMBERSHIP NO: 210404



UPIN: 20210404AAAAAW8474.

M/s AASVAS NIDHI LIMITED
CIN - U65929KL2016PLC047400

Room No:10, XXI/656 N4, 2nd Floor, Lotus City Centre,
Near Statue Junction, Tripunithura, Ernakulam KL 682301 IN

Profit and loss statement for the year ended 31.03.2019

	Note	31st March 2019	31st March 2018
Revenue from operations	3.10	1,246,721.00	98,797.00
Other Income		-	-
Total Revenue		1,246,721.00	98,797.00
Employee Benefit Expenses	3.11	356,458.00	268,536.00
Finance Cost	3.12	420,519.80	109,632.68
Depreciation and Amortization Expenses	3.13	120,626.93	56,959.96
Other Expenses	3.14	333,217.55	191,895.08
Total Expenses		1,230,822.28	627,023.72
Net profit / (loss) before exceptional and extraordinary items and tax		15,898.72	(528,226.72)
Less: Exceptional Items		-	-
Net Profit / (Loss) before extra ordinary items and tax		15,898.72	(528,226.72)
Less: Extraordinary items		-	-
Net Profit / (Loss) before tax		15,898.72	(528,226.72)
Less: Current year tax		4,390.00	-
Less / Add: Deferred tax liability (provided for) / reversed		(83,968.08)	(5,756.35)
Profit / (loss) for the period from continuing operations		95,476.80	(522,470.37)
Profit(loss) from discontinuing operations		-	-
Tax Expense of discontinuing operations		-	-
Profit (Loss) from discontinuing operations (after tax)		-	-
Net Profit / (Loss) for the period		95,476.80	(522,470.37)
Earnings per Equity Share : [Nominal value per Share _ Rs.10/-]			
Basic (including extra ordinary items)		9.55	(52.25)
Diluted (including extra ordinary items)		9.55	(52.25)

The Attached Notes form integral part of Accounts:-

As per my report of even date attached

For and on behalf of Board of Directors

Mrs. Surya Ratheesh
Managing Director

Mr. Sreejith Sudhakaran
Director

Thrissur: 05/07/2020

PRADEEP KUMAR N.C.
B.SC, FCA, DISA, CISA
CHARTERED ACCOUNTANT
MEMBERSHIP NO: 210404



Rajvihar Sasi Rajeev
Director

Thrissur: 05/07/2020

UDIN: 20210404AAAAAW8474

3 Notes on Accounts

3.1 Share Capital

Particulars	March 31, 2019	March 31, 2018
Authorised : 50,000 (P Y 10,000) equity shares of Rs.100 each with voting rights	5,000,000.00	5,000,000.00
Issued 17,606 (P Y 15,595) equity shares of Rs.100 each with voting rights	1,760,500.00	15,595,000.00
Subscribed and Issued 17,606 (P Y 15,595) equity shares of Rs.100 each with voting rights	1,760,500.00	15,595,000.00

Reconciliation of number of shares

	Number of shares as at 31.03.2019	Amount of shares at 31.03.2019	Number of shares as at 31.03.2018	Amount of shares at 31.03.2018
Equity Shares :				
Balance at the beginning of the year	15,595	1,559,500	10,000	1,000,000
Add : Shares issued	2,010	201,000	5,595	559,500
Less : Shares bought back	-	-	-	-
Balance at the end of the year	17,605	1,760,500	15,595	1,559,500

Rights, Preferences and Restrictions attached to Shares

The equity shareholders are entitled to receive dividends as and when declared; a right to vote in proportion to holding etc. and their rights, preferences and restrictions are governed under the provisions of the Companies Act, 2013.

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

Particulars	% of Shares as at		% of Shares as at	
	31.03.2019	Number of shares at 31.03.2019	31.03.2018	Number of shares at 31.03.2018
Mrs.Surya Ratheesh	11.4%	2,000.00	13.0%	2,000.00
Mr.Sreejith Sudhakaran	11.4%	2,000.00	13.0%	2,000.00
Mr.Rajvihar Sasi Rajeev	11.4%	2,000.00	13.0%	2,000.00
Mr.Ratheesh R	5.7%	1,000.00	6.0%	1,000.00
Mr.Abhilash Kumar	5.7%	1,000.00	6.0%	1,000.00
Mr.Ashok Kumar. O	5.7%	1,000.00	6.0%	1,000.00
Mr.Sajeev R S	5.7%	1,000.00	6.0%	1,000.00
Mr.Harceesh R	5.7%	1,000.00	-	-

3.2 Reserves and Surpluses:

Particulars	Amount in Rs.	
	March 31, 2019	March 31, 2018
Statement of Profit / (Loss)		
Surplus / (deficit)		
- Opening balance	(610,715.37)	(88,245.00)
- Add / (less): Current year (profit) / loss	95,476.80	(522,470.37)
	(515,238.57)	(610,715.37)

For and on behalf of the Board


Mrs.Surya Ratheesh
Managing Director


Mr.Sreejith Sudhakaran
Director


Rajvihar Sasi Rajeev
Director

Thrissur: 05/07/2020



3.3 Long Term Borrowings

Particulars	Amount in Rs.	Amount in Rs.
	March 31, 2019	March 31, 2018
Fixed Deposit from Members	2,977,393.64	737,936.00
Recurring Deposit from Members	3,199,445.28	855,098.82
Savings Deposit from Members	13,500.00	-
	6,190,338.92	1,593,034.82

3.4 Other Current Liabilities

Particulars	Amount in Rs.	Amount in Rs.
	March 31, 2019	March 31, 2018
Audit Fee Payable	50,000.00	25,000.00
FD Interest Payable	209,391.10	31,397.00
RD Interest Payable	278,333.48	72,435.00
Savings Bank Interest	290.00	-
Other Payable	-	4,400.00
	538,014.58	133,232.00

3.6 Long Term Loans and Advances

Particulars	Amount in Rs.	Amount in Rs.
	March 31, 2019	March 31, 2018
Property Loan	4,319,238.90	1,393,339.36
Gold Loan	416,098.72	-
Other Loan	654,600.00	-
	5,389,937.62	1,393,339.36

3.7 Cash and Cash Equivalents

Particulars	Amount in Rs.	Amount in Rs.
	March 31, 2019	March 31, 2018
Balances with banks:		
-State Bank Of India	242,452.46	18,884.70
-Axis Bank	13,670.66	50,500.00
Cash in Hand	1,109,510.19	1,086,286.00
	1,365,633.31	1,155,670.70

3.8 Short Term Loans and Advances

Particulars	Amount in Rs.	Amount in Rs.
	March 31, 2019	March 31, 2018
Rent Advance	45,000.00	40,000.00
Salary Advance	225,000.00	-
	270,000.00	40,000.00

3.9 Other Current Asset

Particulars	Amount in Rs.	Amount in Rs.
	March 31, 2019	March 31, 2018
Property Loan Interest Receivable	550,248.00	-
Gold Loan Interest Receivable	57,702.00	-
Other Loan Interest Receivable	25,240.00	-
	633,190.00	-



Thrissur: 05/09/2020


Mrs. Surya Ratheesh
Managing Director

For and on behalf of the Board


Rajvihar Nani Rajeev
Director


Mr. Sreejith Sudhakar
Director

3.10 Revenue from operations

Particulars	Amount in Rs.	Amount in Rs.
	March 31, 2019	March 31, 2018
Interest on Property Loan	984,916.00	88,422.00
Penal Interest on Property Loan	2,399.00	75.00
Interest on Gold Loan	69,014.00	-
Interest on Sthree Sakthi Loan	142,312.00	-
Processing Charge	48,080.00	10,300.00
	1,246,721.00	98,797.00

3.11 Employee Benefit Expenses

Particulars	Amount in Rs.	Amount in Rs.
	March 31, 2019	March 31, 2018
Salary	316,458.00	268,536.00
Director Remuneration	40,000.00	-
	356,458.00	268,536.00

3.12 Finance Cost

Particulars	Amount in Rs.	Amount in Rs.
	March 31, 2019	March 31, 2018
Bank Charges	11,980.80	5,692.68
Fixed Deposit Interest	185,314.00	31,397.00
Recurring Deposit Interest	222,935.00	72,543.00
Saving Deposit Interest	295.00	-
	420,519.80	109,632.68

3.13 Depreciation and Amortisation Expenses

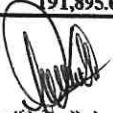
Particulars	Amount in Rs.	Amount in Rs.
	March 31, 2019	March 31, 2018
Depreciation	120,626.93	56,959.96
	120,626.93	56,959.96

3.14 Other Expenses

Particulars	Amount in Rs.	Amount in Rs.
	March 31, 2019	March 31, 2018
Audit Fee	25,000.00	25,000.00
Rent	136,850.00	48,000.00
Electricity Charges	4,856.00	2,764.00
Printing and Stationery	12,140.00	22,700.00
Traveling Allowance	20,164.73	23,300.00
Telephone Expenses	9,735.00	4,841.54
Filing Charges	17,300.00	23,700.00
Office Expenses	74,737.29	41,589.54
Professional Charge	6,000.00	-
Loss on Sale of Fixed Asset	26,434.53	-
	333,217.55	191,895.08

For and on behalf of the Board


Mrs. Surya Rātheesh
Managing Director


Mr. Sreejith Sudhakaran
Director


Ravivihar Naji Rajeev
Director

Thirissur, 05/05/2020



Fixed Asset

3.5 Fixed Assets

Sr. No	Particulars	Useful Life	Years used up to 31.03.2019	Remaining Life	Rate	Gross Block			Depreciable Block			Depreciation			Net Block as on 31.03.2019	
						Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Net Block as on 31.03.2018	Depreciable Value	Salvage Value	Value at the beginning	Addition during the year		Deduction during the year
1	Furniture & Fittings	10	1.74	8.26	0.28	14,000.00	-	-	14,000.00	10,131.50	700.00	3,868.50	2,800.42	-	6,668.92	7,331.08
2	Furniture & Fittings	10	0.56	9.44	0.27	-	127,500.00	-	127,500.00	-	6,375.00	-	34,666.40	-	94,666.40	92,833.60
3	Furniture & Fittings	10	0.58	9.42	0.27	14,000.00	137,350.00	-	151,350.00	10,131.50	7,567.50	3,868.50	3,683.44	-	2,683.44	7,166.56
	Total					14,000.00	137,350.00	-	151,350.00	10,131.50	7,567.50	3,868.50	40,150.25	-	44,018.72	107,331.25
4	Electrical fittings	10	0.5863	9.41	0.27	-	11,000.00	-	11,000.00	-	550.00	-	2,998.22	-	2,998.22	8,001.78
	Electrical fittings	10	0.58082	9.42	0.27	-	18,266.00	-	18,266.00	-	913.30	-	4,976.22	-	4,976.22	13,289.78
	Electrical fittings	10	0.51507	9.48	0.27	33,400.00	33,400.00	-	33,400.00	-	1,670.00	-	9,045.55	-	9,045.55	24,354.45
	Total					33,400.00	62,666.00	-	62,666.00	-	3,133.30	-	17,019.99	-	17,019.99	45,646.01
2	Computer	5	1.58	4.42	0.42	30,000.00	-	-	30,000.00	17,260.06	1,500.00	12,739.94	7,328.71	-	20,068.65	9,931.35
3	Printer	5	1.74	4.26	0.43	10,800.00	-	-	10,800.00	6,112.53	540.00	4,687.47	2,634.38	-	7,341.81	3,458.15
	Total					40,800.00	-	-	46,800.00	23,372.59	2,040.00	17,427.41	9,983.09	-	27,410.50	13,389.50
4	Software	5	1.64	4.36	0.43	58,870.00	-	58,870.00	-	33,660.06	2,943.50	25,209.94	7,225.52	-	58,870.00	0.00
	Software	5	0.50	5.50	0.42	-	96,280.00	-	96,280.00	-	4,814.00	-	40,427.31	-	40,427.31	55,852.69
	Website	5	1.89	4.11	0.44	23,575.00	-	-	23,575.00	13,120.88	1,178.75	10,454.12	3,820.76	-	16,274.88	7,300.12
	Total					82,445.00	96,280.00	58,870.00	119,855.00	46,780.94	8,936.25	35,664.06	53,473.60	-	105,571.20	63,152.81
						137,245.00	296,296.00	58,870.00	374,671.00	80,285.03	21,677.05	56,959.97	120,626.93	-	204,021.44	229,519.57

For and on behalf of the Board

Mr. Surya Kamesh
Managing Director

Mr. Sreejith Sankaran
Director

Rajivhar Sasi Rajeev
Director



3.15 Payment to Auditors

Particulars	Amount in Rs.	Amount in Rs.
	March 31,2019	March 31,2018
For Statutory Audit - Audit Fees	25,000.00	15,000.00
Total	25,000.00	15,000.00

3.16 Earning Per Share

Particulars	Amount in Rs.	Amount in Rs.
	March 31,2019	March 31,2018
Profit/Loss after taxation for the year	95,476.80	(522,470.37)
W.AVG no.of equity shares outstanding	10,000.00	10,000.00
Face value per share	100.00	100.00
Earnings Per Share	9.55	(52.25)

3.17 Contingent Liabilities and Contingent Assets

Contingent liability is disclosed for (i) Possible obligations which will be confirmed only by future events not wholly within the control of the company; or (ii) Present obligations arising from the past events where it is not probable that outflow of the resources will be required to settle the obligation or reliable estimate of the amount of the obligation can not be made. Contingent assets are not recognised in the financial statements since this may result in the recognition of income that may never be realised.

3.18 Segment Reporting

The company is engaged in only one segment and hence disclosure as per "AS 17 Segment Reporting" is not applicable.

3.19 Disclosure With Regard to Macro and Small Enterprises

According to the information available with the Company none of the suppliers have confirmed to be registered under " the Micro Small, and Medium Enterprises Development (MSMED) Act, 2019. Accordingly amount unpaid as on 31.03.2019 along with the interest paid/payable are not required to

3.20 Others

(i) Due to their inherent nature, some expenses are supported only by internal vouchers.




Mrs.Surya Ratheesh
Managing Director

For and on behalf of the Board


Karvinar Sasi Rajeev
Director


Mr.Sreejith Sudhakaran
Director

Thrissur: 05/04/2020

M/s AASVAS NIDHI LTD.
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2019
 (All Amounts are in indian rupees, unless otherwise stated)


Particulars	At at March 31, 2019
A. Cash Flow from operating activities	
Net profit before taxation, and extraordinary items	15,898.72
Adjustments for:	
Depreciation	147,061.47
Interest Expense	408,539.00
Operating profit before working capital changes	571,499.19
Movements in working Capital:	
Increase in short term borrowings	-
Increase in other current liabilities	404,782.58
Increase in other current assets	(863,190.00)
Cash Generated from Operations	113,091.77
Direct Tax Paid	-
Net cash from operating activities	113,091.77
B. Cash Flow from Investment Activities	
Purchase of Fixed Assets	(296,296.00)
Net Cash from Investing Activities	(296,296.00)
C. Cash Flow from Financing Activities	
Proceeds from issuance of share capital	201,000.00
Long term Borrowing	4,597,304.10
Long term loans and advances	(3,996,598.26)
Interest paid	(408,539.00)
Net cash used in Financing Activities	393,166.84
Net increase in cash and cash equivalents(A+B+C)	209,962.61
Cash and cash equivalents at the beginning of the year	1,155,670.70
Cash and cash equivalents at the end of the year	1,365,633.31

As per my report of even date attached

For and on behalf of Board of Directors


 Thrissur: 05/07/2020

Mrs. Surya Ratheesh
 Managing Director


 Mr. Sreejith Sudhakaran
 Director

Rajvihar Sasi Rajeev
 Director

Thrissur: 05/07/2020

PRADEEP KUMAR N.C.
 B.SC, FCA, DISA, CISA
 CHARTERED ACCOUNTANT
 MEMBERSHIP NO: 210404



UDIN:20210404AAAAA18474.

**Annexure III
DISCLOSURE OF RELATED PARTY TRANSACTIONS**

SL NO	NAME OF THE PARTY	RELATIONSHIP	NATURE OF TRANSACTION	AMOUNT
I	Mrs.Surya Ratheesh	Managing Director	Remuneration	40,000.00

For and on behalf of the Board



Mrs.Surya Ratheesh
(Managing Director)



Director
(Director)



Rajvihar Sasi Rajeev
(Director)

Thrissur: 05/05/2020



To,
C A Pradeep Kumar N C
Chartered Accountant
Shanthi Nilayam
T.K.S Puram
Kodungalloor PO
Trichur - 680664

Dear Sirs

MANAGEMENT REPRESENTATION LETTER

This representation letter is provided in connection with your audit of the financial statements of ('the Company') for the year ended **31 March 2019** for the purpose of expressing an opinion as to whether the financial statements give a true and fair view of the financial position of the Company as of **31 March 2019** and of the results of operations for the year then ended. We acknowledge our responsibility for preparation of financial statements in accordance with the requirements of the **Companies Act, 2013** and recognized accounting policies and practices, including the Accounting Standards issued by the Institute of Chartered Accountants of India.

We confirm, to the best of our knowledge and belief, the following representations:

ACCOUNTING POLICIES

The accounting policies which are material or critical in determining the results of operations for the year or financial position are set out in the financial statements. The financial statements are prepared on accrual basis.




ASSETS

The Company has a satisfactory title to all assets and there are no liens or encumbrances on the Company's assets.

Fixed Assets

The net book values at which fixed assets are stated in the balance sheet are arrived at:

For Aasvas Nidhi Limited

 Mrs. Surya Ratheesh (Managing Director)	 Mr. Sreejith Sudhakaran (Director)	 Rajvihar Sasi Rajeev (Director)
---	---	---

Ernakulam :

- (a) after taking into account all capital expenditure on additions thereto, but no expenditure properly chargeable to revenue;
- (b) after eliminating the cost and accumulated depreciation relating to items sold, discarded, demolished or destroyed;
- (c) after providing adequate depreciation on fixed assets during the period.

Depreciation on fixed assets is provided on the written down value method at the rates prescribed in the Schedule XIV of the Companies Act, 2013 on a pro rata basis for assets purchased/sold.

None of the fixed assets have been revalued during the year.

Physical verification is carried out once every six months

We have physically verified the fixed assets of the company during the year and no material discrepancies have been found on such verification.

Investments

There have been no investments made during the year ended 31st March 2019.

Capital Commitments

At the balance sheet date, there were no outstanding commitments for capital expenditure.

Debtors, Loans and Advances

At the balance sheet date there were 0 outstanding debtors.

The following balances appearing in the books as at 31 March 2019 are considered good and fully recoverable:

Loan (Family & Business) - Rs. 0

Loans & Advance – Rs. 2,70,000/-

LIABILITIES


We have recorded all known liabilities in the financial statements.

No guarantees have been to third parties.


In the opinion of the management, and to the extent of information available from the Company's records there are no amounts payable to the small scale industries as at 31 March 2019.

There are no Contingent liabilities which are likely to result in a loss and which, therefore, require adjustment of assets or liabilities.

For Aasvas Nidhi Limited


Mrs. Surya Ratheesh

(Managing Director)


Mr. Sreejith Sudhakaran

(Director)


Rajvihar Sasi Rajeev

(Director)

Ernakulam :

Provisions for Claims and Losses

Provision has been made in the accounts for all known losses and claims of material amounts. There have been no events subsequent to the balance sheet date which require adjustment of or disclosure in, the financial statements or notes thereto.

Provision for Income tax comprises of current taxes as also deferred taxes. Deferred tax liability is recognised for the future tax consequences of temporary difference between the tax basis and the carrying values of assets and liabilities. Deferred tax assets are recognised only if there is virtual certainty that they will be realised and are reviewed every year. The tax effect is calculated on the accumulated timing differences at the end of the year based on the enacted or substantially enacted tax rates.

As per Accounting Standard 22, 'Accounting for Taxes on Income', the timing differences are mainly relating to unabsorbed carried forward losses and unabsorbed depreciation allowances for the year ended up to 31 March 2019. As a measure of prudence, such net deferred tax credit relating to the above periods has not been recognized in the accounts.

PROFIT AND LOSS ACCOUNT

Except as disclosed in the financial statements, the results for the year were not materially affected by:

- (a) transactions of a nature not usually undertaken by the company;
- (b) circumstances of an exceptional or non-recurring nature;
- (c) charges or credits relating to prior years;
- (d) changes in accounting policies.

Borrowing cost other than directly attributable to qualifying assets is expensed.

GENERAL

There have been no irregularities involving management or employees who have a significant role in the system of internal control that could have a material effect on the financial statements.

The financial statements are free of material misstatements, including omissions.

The company has complied with all aspects of contractual agreements that could have a material effect on the financial statements in the event of non-compliance. There has been no non-compliance with requirements of regulatory authorities that could have a material effect on the financial statements in the event of non-compliance.

We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements.

For Aasvas Nidhi Limited


Mrs. Surya Ratheesh
(Managing Director)


Mr. Sreejith Suthakaran
(Director)


Rajvihar Sasi Rajeev
(Director)

Ernakulam :

No personal expenses of employees and directors have been charged to the revenue account, other than those payable under contractual obligation or in accordance with generally accepted business practices.

Our representation relating to matters specified in Para 4 & 5 of the Companies (Auditors' Report) Order issued by the Central Government of India in terms of 143 (11) of the Companies Act, 2013, is enclosed in the Annexure.

The Company has no disputed tax demands, in respect of income tax, wealth tax, sales tax, other than those demands not acknowledged as debt by the Company and are under appeal and adequately disclosed in the financial statements.

None of the directors are disqualified under 164(2) of the Companies Act, 2013.

All payments relating to expenditures covered u/s 40A(3) of the Income Tax Act, 1961 have been made either by account payee cheque or account payee draft only. No loan has been taken or repaid in violation of the provisions of section 269 SS and 269 T of the Tax Act, 1961.

No payments which attract deduction of tax at source have been made during the year without deducting tax thereon.


Cash balance as on 31.03.2019 is Rs 11,09,510.19 /-. The company has no bank account other than those mentioned in the financial statements.


2010 shares have been issued during the year and no new directors have been appointed during the financial year 2018-19


Shareholders As on 31.03.2019

1. Mrs. Surya Ratheesh
2. Mr. Sreejith Sudhakaran
3. Mr. Rajvihar Sasi Rajeev
4. Mr. Ratheesh R
5. Mrs. Abhilash Kumar
6. Mr. Ashok Kumar O
7. Mr. Sajeev R S
8. Mr. Hareesh R

For Aasvas Nidhi Limited


Mrs. Surya Ratheesh
(Managing Director)


Mr. Sreejith Sudhakaran
(Director)


Rajvihar Sasi Rajeev
(Director)

Ernakulam :

Directors As on 31.03.2019

1. Mrs. Surya Ratheesh
2. Mr. Sreejith Sudhakaran
3. Mr. Rajvihar Sasi Rajeev

Yours faithfully,

For Aasvas Nidhi Limited



Mrs.Surya Ratheesh
(Managing Director)



Mr.Sreejith Sudhakaran
(Director)



Rajvihar Sasi Rajeev
(Director)

Ernakulam :

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

1. Corporate Information

M/s Aasvas Nidhi Limited ('the Company') is a Company incorporated on 30th November, 2016 in Kerala, India. The main objective of the Company is to encourage and afford all facilities for cultivating thrift, saving habits and to render all financial assistance to its members by receiving long and short term deposits and to lend or advance monies only to its members with security and to provide for the repayment of the same from the members as allowed by the Ministry of Corporate Affairs vide their notification GSR.555 (E) dated 27th July, 2001 and its subsequent amendments.

2. Significant accounting policies

2.1 Basis of preparation of financial statements

The financial statement of the Company have been prepared in conformity with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply in all material respects with the notified Accounting Standard (AS) and the relevant provisions of the Companies Act 2013. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.


2.2 Use of estimates

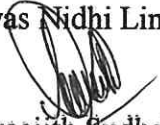
The preparation of financial statements in conformity with the GAAP requires M/s Aasvas Nidhi Limited's management to make estimates and assumptions that affect the reported balances of the assets and liabilities and the disclosure relating to contingent assets and liabilities as at the date of the financial statements and reported amount of income and expenses during the period. Examples of such estimates are provision for doubtful debts, intangible assets, income tax, etc. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

2.3 Revenue recognition and expenditure

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenues are recognized and expenses are accounted on accrual basis with necessary provision for all known liabilities and losses.

For Aasvas Nidhi Limited


Mrs. Surya Ratheesh
(Managing Director)


Mr. Sreejith Sudhakaran
(Director)


Rajvihar Sasi Rajeev
(Director)

Ernakulam :

Interest income is recognized under the internal rate of return method. Such interests where installments are overdue in respect of non performing assets are recognized on realization basis. Any such income recognized and remaining unrealized after the installments become overdue with respect to non performing assets is reversed. Interest on deposits is recognized on a time proportion basis taking into account the amount outstanding and the rates applicable

Employee Benefits

Short term Employee Benefit

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

Long Term Employee Benefits

Defined contribution plans:

Defined contribution plans are Provident Fund scheme and Employees State Insurance Scheme administered by Government for all eligible employees. The company's contributions to defined contribution plans are recognized in the Statement of Profit and Loss as and when it is paid.

Defined benefit plans:

A gratuity provision has not been made in the financial statements of the concern. Gratuity payable, if any, will be accounted as and when payments are made.

2.4 Tangible Fixed Assets

Tangible Assets are stated at cost net of recoverable taxes, trade discounts and rebates and include amounts added on revaluation, less accumulated depreciation and impairment loss, if any. The cost of Tangible Assets comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets. Subsequent expenditures related to an item of Tangible Asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance. Projects under which assets are not ready for their intended use are disclosed under Capital Work-in-Progress.

For Aasvas Nidhi Limited



Mrs. Surya Ratheesh
(Managing Director)



Mr. Sreejith Sudhakaran
(Director)



Rajvihar Sasi Rajeev
(Director)

Ernakulam

2.5 Intangible Assets

Intangible Assets are recorded at the consideration paid for acquisition less accumulated amortization and accumulated impairment, if any. Intangible assets are amortized over their estimated useful life. The Company had no intangible asset during the period pertaining to audit.

2.6 Depreciation

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Written Down Value (WDV) Method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 and retaining 5% of the original cost as residual value.

2.7 Impairment of Assets

The company at each balance Sheet date reviews whether there is indication that an asset may be impaired. If any such indication exists; the enterprise should estimate the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generation unit to which the assets belongs is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognizing in the statement of Profit and Loss.


2.8 Borrowing Cost


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


2.9 Earnings per share

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

For Aasvas Nidhi Limited


Mrs. Surya Ratheesh
(Managing Director)


Mr. Sreejith Sudhakaran
(Director)


Rajvihar Sasi Rajeev
(Director)

Ernakulam

purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares. During the financial year ended March 31, 2019, the company has incurred a profit and hence the earnings per share (both basic and diluted) is) Rs.9.68/- as against Rs.(52.25)/- for March 31,2019.

2.10 Tax on Income

Tax expenses comprised of current tax and deferred tax. Current income tax is measured at amount expected to be paid the tax authorities in accordance with Indian Income Tax Act, 1961.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognized as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.

Deferred tax is recognized on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date.

The un-recognized deferred tax assets are re-assessed by the company at each balance sheet date and are recognized the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying cost of the deferred tax assets are reviewed at each balance sheet date. The company writes down the carrying amount of a deferred tax asset to the extent it is no longer reasonably certain or virtually certain, as the case may be, that the sufficient future taxable income will be available against which deferred tax asset can be realized.

2.11 Contingencies and events occurring after balance sheet date

There are no contingencies as at the balance sheet date that need to be disclosed. Also, there are no events occurring after the balance sheet date that necessitate adjustment of assets and liabilities or other events that require disclosure.

For Aasvas Nidhi Limited


Mrs. Surya Ratheesh
(Managing Director)


Mr. Sreejith Sudhakaran
(Director)


Rajvihar Sasi Rajeev
(Director)

Ernakulam:

2.12 Provisions and Contingent Liabilities

Provisions:

Provisions are recognized when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

Provision Policy for Gold Loan Portfolio:

Under notification No. G. S. R. 309(E), Dt. 30-04-2002, every company declared as Nidhi or Mutual Benefit Society under Sec. 620A of the Companies Act, 1956 shall adhere to the following prudential norms:

The aggregate outstanding amount of loan granted against the security of gold jeweler etc, should be either recovered or renewed within ninety days after the due date of repayment specified at the time of grant of such loans. If not recovered or not sold should make 100% provisions against current year's Profit and Loss account to the extent of unrealized amount or aggregate outstanding amount of loan as applicable. No income shall be recognized on such loans outstanding after the expiry of 3months period or sale of jewellery, whichever is earlier.


Contingent Liabilities:

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

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

For Aasvas Nidhi Limited


Mrs. Surya Ratheesh
(Managing Director)


Mr. Sreejith Sudhakaran
(Director)


Rajvihar Sasi Rajeev
(Director)

Ernakulam:

M/s AASVAS NIDHI LIMITED
CIN - U65929KL2016PLC047400
Room No:10, XXI/656 N4, 2nd Floor,
Lotus City Centre, Near Statue Junction,
Tripunithura, Ernakulam, KL 682301 IN

To

C A Pradeep Kumar N C
Chartered Accountant
Shanthi Nilayam
T.K.S Puram
Kodungalloor PO
Trichur - 680664

Dēār Sīr,

Sub: Statutory Audit for the FY 2019-20

Kindly note that, our company has appointed you as the Statutory Auditor for the Financial Year 2019-20 in the A G M held today.

We request you to accept the appointment for the said year. In case of non acceptance, we request you to intimate us within 7 days of receipt of this letter.

Thanking You,



Yours Faithfully,

Place:

Date:

C.A.Pradeep Kumar.N.C

BSC,FCA,DISA,CISA.

Chartered Accountant.

Shanthi Nilayam

T.K.S Puram

Kodungalloor(P.O)Trichur-680664

Engagement Letter for an Audit under a Statute

To,

The Board of Directors

M/s Aasvas Nidhi Limited

Room No:10, XXI/656 N4, 2nd Floor,

Lotus City Centre, Near Statue Junction,

Tripunithura, Ernakulam KL 682301 IN

This is in reference to your letter dated 30th September, 2018 appointing us as statutory auditor for your entity for the financial year 2018-19. This letter is to confirm my understanding of the terms and objectives of the engagement and the nature and limitations of the services that I will provide

You have requested that I audit the balance sheet of **AASVAS NIDHI LIMITED** as at **31st March 2019** and the related profit and loss account and the (cash flow statement) for the year ended on that date. I am pleased to confirm my acceptance and my understanding of this engagement by means of this letter. My audit will be conducted with the objective of me expressing an opinion on the financial statements.

I will conduct my audit in accordance with the auditing standards generally accepted in India and with the requirements of the Companies Act, 2013. Those Standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

However, having regard to the test nature of an audit, persuasive rather than conclusive nature of audit evidence together with inherent limitations of any accounting and internal control system, there is an unavoidable risk that even some material misstatements of financial statements, resulting from fraud, and to a lesser extent error, if either exists, may remain undetected.



In addition to my report on the financial statements, I expect to provide you with a separate letter concerning any material weaknesses in accounting and internal control systems which might come to my notice.

As part of the audit I shall obtain an understanding of the accounting and the internal control systems to the extent necessary to assess their adequacy as a basis for the preparation of the financial statements. The audit is not designed to identify all weakness in the entity's accounting and internal control systems and may not address all possible improvements to the control system.

The responsibility for the preparation of financial statements on a going concern basis is that of the management. The management is also responsible for selection and consistent application of appropriate accounting policies, including implementation of applicable accounting standards along with proper explanation relating to any material departures from those accounting standards. The management is also responsible for making judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the entity at the end of the financial year and of the profit or loss of the entity for that period.

The responsibility of the management also includes the maintenance of adequate accounting records and internal controls for safeguarding of the assets of the company and for the preventing and detecting fraud or other irregularities. As part of my audit process, I will request from management written confirmation concerning representations made to us in connection with the audit.

My fees is based on my estimate of time spent by us and staff and on the levels of skill and responsibility involved. Based on my assessment of the work involved, I propose a fee of Rs 25,000/- plus applicable GST for the year 2018-19. Out of pocket expenses in connection with travel and printing and stationery etc. will be billed at actuals based on a mutually agreed basis. My bills will be due on presentation. Any queries concerning an invoice must be raised within 10 days of the invoice date

I also wish to invite your attention to the fact that my audit process is subject to 'peer review' under the Chartered Accountants Act, 1949. The reviewer may examine my working papers during the course of the peer review.

I look forward to full cooperation with your staff and I trust that they will make available to us whatever records; documentation and other information are requested in connection with my audit.

Please sign and return the attached copy of this letter to indicate that it is in accordance with your understanding of the arrangements for my audit of the financial statements.

Acknowledged on behalf of

By



PRADEEP KUMAR N.C.
B.SC, FCA, DISA, CISA
CHARTERED ACCOUNTANT
MEMBERSHIP NO: 210404



UDIN: 20210404AAAAW8474