



**42<sup>nd</sup>**  
**ANNUAL REPORT**  
**2024-2025**

**J. J. FINANCE CORPORATION LIMITED**



# J. J. FINANCE CORPORATION LIMITED

## 42nd Annual Report 2024-25

### BOARD OF DIRECTORS :

Mr. Anil Jhunjhunwala, Director  
Mrs. Hilla Eruch Bhathena, Independent Woman Director (upto 25.08.2024)  
Mrs. Sumita Chhetry, Independent Women Director (w.e.f. 15.10.2024)  
Mr. Rajesh Kumar Poddar, Director (Death on 12.01.2025)  
Mr. Shyam Bagaria, Director  
Mr. Surjit Singh, Independent Director

### MANAGEMENT PERSONNEL :

Mr. Prahalad Roy Sharma, Chief Executive Officer (w.e.f. 01.07.2024)  
Mr. Virendra Lal Nagar, Chief Financial Officer

### COMPANY SECRETARY :

Mr. Anujit Singh (upto 22.10.2024)  
Mrs. Pallavi Dhandhanias Agarwal (w.e.f. 06.11.2024)

### CORPORATE IDENTIFICATION NUMBER (CIN) :

L65921WB1982PLC035092

### REGISTERED OFFICE :

Unit No. 14, 8th Floor, Premises No. IID/14,  
Action Area – IID, New Town, Rajarhat,  
Kolkata – 700 156

### STATUTORY AUDITOR :

M/S. A. K. Dubey & Co.  
Chartered Accountants  
Fjord Tower, Flat No. 19A2, 1925, Chakgaria  
Hiland Park, Kolkata - 700094

### INTERNAL AUDITOR :

M/S. Chaturvedi & Partners  
Chartered Accountants  
1/1 Meredith Street, 4th floor  
Room No. 4, Kolkata-700072

### SECRETARIAL AUDITOR :

CS Disha Dugar Jhunjhunwala  
1st Floor, Room No. 6, 19A, Jawaharlal Nehru Road  
Kolkata – 700 087

### BANKER :

Indian Overseas Bank

### SHARE TRANSFER AGENT :

M/S. Niche Technologies Pvt. Ltd.  
3A, Auckland Place, 7th Floor, Room No. 7A & 7B,  
Kolkata – 700017

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### Annual General Meeting

Date: September 24, 2025 at 03:00 P.M  
through Video Conferencing (VC)/ Other  
Audio Visual Means (OAVM)





## DIRECTORS' REPORT TO THE MEMBERS

Your Directors have pleasure in presenting the Forty Second (42nd) Annual Report and the Audited Financial Statements on the business and operations of your Company for the year ended 31st March, 2025.

### FINANCIAL RESULTS

| Particulars                                              | ₹ in Hundred                  |              |
|----------------------------------------------------------|-------------------------------|--------------|
|                                                          | For the year ended 31st March |              |
|                                                          | 2025                          | 2024         |
| Profit before Depreciation and Tax                       | 44700                         | 47847        |
| Less: Depreciation                                       | —                             | —            |
| <b>Profit before Tax:</b>                                | <b>44700</b>                  | <b>47847</b> |
| Current Tax                                              | 18258                         | 11222        |
| Deferred Tax                                             | 260                           | 53           |
| MAT Credit Entitlement                                   | —                             | —            |
| <b>Profit after Tax</b>                                  | <b>26182</b>                  | <b>36572</b> |
| Add: Balance brought forward from last year              | 526941                        | 487236       |
| Transfer from Equity Investment Reserve upon realisation | 40334                         | 12992        |
| Less: Transferred to Reserve U/s 45-IC of RBI Act, 1934  | 14000                         | 9920         |
| Provision towards Standard Assets                        | 372                           | (62)         |
| Balance carried forward                                  | 579085                        | 526941       |

### SUMMARY OF OPERATIONS

During the year, the net revenue from operations of your Company increased from ₹ 76.18 Lakhs to ₹ 78.39 Lakhs for FY 2024-25, your Company's profit after tax stood at ₹ 26.18 Lakhs vis-à-vis 36.57 Lakhs in the previous year.

### SHARE CAPITAL

During the year, the Company did not allot any shares nor did grant any stock options or sweat equity. As on March 31, 2025, none of the Directors of the Company hold instruments convertible into equity shares of the Company as on 31st March, 2025, the issued, subscribed and paid up share capital of your Company stood at ₹ 2.82 crore, comprising ₹ 28.2 lakh equity shares of ₹ 10/- each.

### SUBSIDIARY, ASSOCIATES AND JOINT VENTURES

Your Company does not have any Subsidiary, Associate Companies or Joint Ventures. Accordingly, the disclosure of the financial statement of subsidiaries/associate companies/joint ventures as required pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014 in Form AOC-1 is not applicable. However, in accordance with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has formulated a Policy on determination of Material Subsidiaries. The policy has been uploaded on the website of the Company at <http://www.jjfc.co.in>.

### DIVIDEND AND RESERVES

The Directors did not recommend any dividend for the year ended March 31, 2025 after taking into consideration growth of the company, investment in the business and to conserve resources.

### PUBLIC DEPOSITS

The Company did not hold any public deposits at the beginning of the year nor has it accepted any public deposits during the year under review.



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### MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

Your Company had no significant and material changes affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

### EXTRACT OF ANNUAL RETURN

As per the amended section 92(3) of Companies Act, 2013 attachment of extract of annual return to Directors Report is discontinued, the annual return of Company for Financial Year 2024-2025 is available on its website on [www.jjfc.co.in/Annual Return 2024-25](http://www.jjfc.co.in/AnnualReturn2024-25).

### MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management Discussion and Analysis forms an integral part of this Report and gives details of the overall industry structure, developments, performance and state of affairs of the Company's business. The same is enclosed as **Annexure 1**.

### BOARD MEETINGS

The Board meets at regular intervals to discuss and decide on business strategies/policies and review the financial performance of the Company. The notice of each Board Meeting along with the agenda is given in writing to each Director separately. This ensures timely and informed decisions by the Board.

In the financial year 2024-25, the Board met Ten (10) times. The meetings were held on 3rd April, 2024, 29th May 2024, 01st July 2024, 13th August 2024, 01st October 2024, 15th October 2024, 06th November 2024, 06th December 2024, 20th January 2025, 13th February 2025. It is well within the maximum period mentioned under Section 173 of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

### COMMITTEES OF BOARD

The details of composition of the Committees of the Board of Directors as on 31.03.2025 are as under:-

#### a. Audit Committee

| Sl. No. | Name                  | Category of Directors / Members | Chairperson / Members |
|---------|-----------------------|---------------------------------|-----------------------|
| 1       | Mrs. Sumita Chhetry   | Independent Director            | Chairperson           |
| 2       | Mr. Anil Jhunjhunwala | Non- Executive Director         | Member                |
| 3       | Mr. Surjit Singh      | Independent Director            | Member                |

During the year, the Audit Committee had met 4 (Four) times on 29th May 2024, 13th August 2024, 06th November 2024 and 13th February 2025.

#### b. Nomination & Remuneration Committee

| Sl. No. | Name                  | Category of Directors / Members | Chairperson / Members |
|---------|-----------------------|---------------------------------|-----------------------|
| 1       | Mrs. Sumita Chhetry   | Independent Director            | Chairperson           |
| 2       | Mr. Anil Jhunjhunwala | Non- Executive Director         | Member                |
| 3       | Mr. Surjit Singh      | Independent Director            | Member                |

During the year, the Nomination & Remuneration Committee had met 4 (four) times on 01st July 2024, 01st October 2024, 15th October, 2024 and 06th November, 2024.



**c. Stakeholders Relationship Committee**

| Sl. No. | Name                  | Category of Directors / Members | Chairman / Members |
|---------|-----------------------|---------------------------------|--------------------|
| 1       | Mr. Anil Jhunjhunwala | Non-Executive Director          | Chairman           |
| 2       | Mr. Shyam Bagaria     | Non-Executive Director          | Member             |
| 3       | Mrs. Sumita Chhetry   | Independent Director            | Member             |

During the year, the Committee had met 3 (three) times on 21st June 2024, 26th September 2024, and 8th January, 2025.

**MEETING OF INDEPENDENT DIRECTORS**

As required under Regulation 25(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Schedule IV of the Act, the Independent Directors of the listed entity shall hold at least one meeting in a year, without the presence of non-independent directors to discuss the matters specified therein.

| Sl. No. | Name of Independent Director | No. of Meetings held | No. of Meetings attended |
|---------|------------------------------|----------------------|--------------------------|
| 1       | Mrs. Sumita Chhetry          | 1                    | 1                        |
| 2       | Mr. Surjit Singh             | 1                    | 1                        |

During the year, a meeting of Independent Directors was held on 15th November, 2024. All Independent Directors were present in the meeting.

| Types of Meeting                | Date of Meeting | Names of Directors' / Members Present                                                                            |
|---------------------------------|-----------------|------------------------------------------------------------------------------------------------------------------|
| <b>Board Meetings</b>           | 03.04.2024      | Mr. Anil Jhunjhunwala, Mrs. Hilla Eruch Bhathena, Mr. Rajesh Kumar Poddar, Mr. Shyam Bagaria & Mr. Surjit Singh. |
|                                 | 29.05.2024      | Mr. Anil Jhunjhunwala, Mrs. Hilla Eruch Bhathena, Mr. Rajesh Kumar Poddar, Mr. Shyam Bagaria & Mr. Surjit Singh. |
|                                 | 01.07.2024      | Mr. Anil Jhunjhunwala, Mrs. Hilla Eruch Bhathena, Mr. Rajesh Kumar Poddar, Mr. Shyam Bagaria & Mr. Surjit Singh. |
|                                 | 13.08.2024      | Mr. Anil Jhunjhunwala, Mrs. Hilla Eruch Bhathena, Mr. Rajesh Kumar Poddar, Mr. Shyam Bagaria & Mr. Surjit Singh. |
|                                 | 01.10.2024      | Mr. Anil Jhunjhunwala, Mr. Rajesh Kumar Poddar, Mr. Shyam Bagaria & Mr. Surjit Singh.                            |
|                                 | 15.10.2024      | Mr. Anil Jhunjhunwala, Mr. Rajesh Kumar Poddar, Mr. Shyam Bagaria & Mr. Surjit Singh.                            |
|                                 | 06.11.2024      | Mr. Anil Jhunjhunwala, Mrs. Sumita Chhetry, Mr. Rajesh Kumar Poddar, Mr. Shyam Bagaria & Mr. Surjit Singh.       |
|                                 | 06.12.2024      | Mr. Anil Jhunjhunwala, Mrs Sumita Chhetry, Mr. Rajesh Kumar Poddar, Mr. Shyam Bagaria & Mr. Surjit Singh.        |
|                                 | 20.01.2025      | Mr. Anil Jhunjhunwala, Mrs. Sumita Chhetry, Mr. Shyam Bagaria & Mr. Surjit Singh.                                |
|                                 | 13.02.2025      | Mr. Anil Jhunjhunwala, Mrs. Sumita Chhetry, Mr. Shyam Bagaria & Mr. Surjit Singh.                                |
| <b>Audit Committee Meetings</b> | 29.05.2024      | Mr. Anil Jhunjhunwala, Mrs. Hilla Eruch Bhathena & Mr. Surjit Singh.                                             |
|                                 | 13.08.2024      | Mr. Anil Jhunjhunwala, Mrs. Hilla Eruch Bhathena & Mr. Surjit Singh.                                             |
|                                 | 06.11.2024      | Mr. Anil Jhunjhunwala, Mrs. Sumita Chhetry & Mr. Surjit Singh.                                                   |
|                                 | 13.02.2025      | Mr. Anil Jhunjhunwala, Mrs Sumita Chhetry & Mr. Surjit Singh.                                                    |
| <b>Annual General Meeting</b>   | 09.09.2024      | Mr. Anil Jhunjhunwala, Mr. Surjit Singh & Mr. Shyam Bagaria.                                                     |



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| Types of Meeting                                        | Date of Meeting | Names of Directors' / Members Present                                 |
|---------------------------------------------------------|-----------------|-----------------------------------------------------------------------|
| <b>Nomination &amp; Remuneration Committee Meetings</b> | 01.07.2024      | Mrs. Hilla Eruch Bhathena Mr. Rajesh Kumar Poddar & Mr. Surjit Singh. |
|                                                         | 01.10.2024      | Mr. Rajesh Kumar Poddar & Mr. Surjit Singh.                           |
|                                                         | 15.10.2024      | Mr. Rajesh Kumar Poddar & Mr. Surjit Singh.                           |
|                                                         | 06.11.2024      | Mrs. Sumita Chhetry, Mr. Rajesh Kumar Poddar & Mr. Surjit Singh.      |
| <b>Stakeholder Relationship Committee Meetings</b>      | 21.06.2024      | Mr. Anil Jhunjunwala, Mrs. Hilla Eruch Bhathena & Mr. Shyam Bagaria   |
|                                                         | 26.09.2024      | Mr. Anil Jhunjunwala & Mr. Shyam Bagaria                              |
|                                                         | 08.01.2025      | Mr. Anil Jhunjunwala, Mrs. Sumita Chhetry & Mr. Shyam Bagaria         |
| <b>Meeting of Independent Directors</b>                 | 15.11.2024      | Mrs. Sumita Chhetry & Mr. Surjit Singh.                               |

### DIRECTORS AND KEY MANAGERIAL PERSONNEL

#### Inductions

During the financial year, Mr. Prahalad Roy Sharma was appointed as the Chief Executive Officer of the company w.e.f. 01.07.2024, Mrs. Sumita Chhetry (DIN-10711089) was appointed as an Independent Women Director w.e.f. 15.10.2024 and Mrs. Pallavi Dhandhanagar Agarwal was appointed as Company Secretary & Compliance Officer of the Company w.e.f. 06.11.2024.

#### Composition

As on 31st March, 2025, your Company has four Directors out of which two directors are Independent Directors and two non-executive Directors. The Board is primarily responsible for the overall management of the Company's business. The Composition of Board is conformity with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the relevant provisions of the Companies Act, 2013.

None of the Directors of the Company is a member of more than ten Committees or Chairman of more than five Committees across all companies in which he/she is a Director.

| Sl. No. | Name                 | Category of Directors/Members | Committees Position                                     |                                                         |
|---------|----------------------|-------------------------------|---------------------------------------------------------|---------------------------------------------------------|
|         |                      |                               | Member                                                  | Chairman                                                |
| 1.      | Mr. Anil Jhunjunwala | Non-Executive Director        | Audit Committee                                         | Stakeholder Relationship Committee                      |
| 2.      | Mr. Shyam Bagaria    | Non-Executive Director        | Stakeholder Relationship Committee                      | –                                                       |
| 3.      | Mrs. Sumita Chhetry  | Independent Director          | Stakeholder Relationship Committee                      | Nomination and Remuneration Committee & Audit Committee |
| 4.      | Mr. Surjit Singh     | Independent Director          | Nomination and Remuneration Committee & Audit Committee | –                                                       |

#### Re-appointment

- As per the provisions of the Companies Act, 2013, Mr. Surjit Singh, liable to retire by rotation at the 41st AGM and, being eligible, was re-appointed. Based on the performance evaluation and recommendation of the nomination and remuneration committee, the Board recommends his reappointment.



### Retirements , Resignations and Death

Retirements or resignations took place during the FY 2024-25 is as follows:

1. Retirement of Mrs Hilla Eruch Bhathena (Independent Director) w.e.f. 25.08.2024.
2. Resignation of Mr. Anujit Singh(Company Secretary) w.e.f 22.10.2024.
3. Death of Mr. Rajesh Kumar Poddar (Director) on 12.01.2025

All the Directors have made necessary disclosures as required under various provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The changes in the Board or in the Key Managerial Personnel of the Company during the year.

| Directors/KMP'S as on<br>01.04.2024      | Resignation/Retirement/<br>Death during the year | Appointments/ Re-<br>appointment during the year | Directors/KMP'S as on<br>31.03.2025      |
|------------------------------------------|--------------------------------------------------|--------------------------------------------------|------------------------------------------|
| Mr. Anil Jhunhunwala                     | –                                                | –                                                | Mr. Anil Jhunhunwala                     |
| Mr. Rajesh Kumar Poddar                  | 12.01.2025 (Death)                               | –                                                | –                                        |
| Mr. Shyam Bagaria                        | –                                                | –                                                | Mr. Shyam Bagaria                        |
| Mrs. Hilla Eruch Bhathena                | 25.08.2024 (Retire)                              | –                                                | –                                        |
| Mrs. Sumita Chhetry                      | –                                                | 15.10.2024                                       | Mrs. Sumita Chhetry                      |
| Mr. Surjit Singh                         | –                                                | 09.09.2024 (Reappointment)                       | Mr. Surjit Singh                         |
| Mr. Prahalad Roy Sharma (CEO)            | –                                                | 01.07.2024                                       | Mr. Prahalad Roy Sharma (CEO)            |
| Mr. Virendra Lal Nagar (CFO)             | –                                                | –                                                | Mr. Virendra Lal Nagar (CFO)             |
| Mr. Anujit Singh (CS)                    | 22.10.2024 (Resign)                              | –                                                | –                                        |
| Mrs. Pallavi Dhandhanias<br>Agarwal (CS) | –                                                | 06.11.2024                                       | Mrs. Pallavi Dhandhanias<br>Agarwal (CS) |

### DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, your Directors confirm that:

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis;
- (e) 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; and
- (f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### DECLARATION BY INDEPENDENT DIRECTORS

Mrs. Sumita Chhetry w.e.f. 15.10.2024 and Mr. Surjit Singh are Independent Directors on the Board of your Company as on 31st March, 2025. Mr. Surjit Singh has given declaration to the company stating that he fulfills the conditions of Independence



specified in Section 149(6) of the Companies Act, 2013 and Rules made thereunder and the same have been placed and noted in the meeting of the Board of Directors held on 3rd April, 2024. A format of letter of appointment to Independent Director as provided in Companies Act, 2013 and the Listing Regulations has been issued and disclosed on the website of the Company at <http://www.jjfc.co.in>.

#### **FAMILIARISATION PROGRAMME FOR DIRECTORS**

As a practice, all Directors (including Independent Directors) inducted to the Board go through a structured orientation programme. Presentations are made by Senior Management giving an overview of the operations, to familiarize the new Directors with the Company's business operations. The Directors are given an orientation on the products of the business, group structure and subsidiaries, Board constitution and procedures, matters reserved for the Board, and the major risks and risk management strategy of the Company.

During the year under review, the Independent Directors attended two familiarisation programmes and one new Independent Director was inducted to the Board.

#### **VIGIL MECHANISM**

Pursuant to the requirement of the Act and Regulation 22 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has in place a vigil mechanism policy to report genuine concerns or grievances. The Vigil Mechanism Policy has been posted on the website of the Company at <http://www.jjfc.co.in>.

#### **PERFORMANCE EVALUATION**

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the Board has carried out annual performance evaluation of its own performance, the Directors individually as well as the evaluation of all Committees of the Board for the Financial Year 2024-25. A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance. A separate exercise was carried out to evaluate the performance of individual Directors, who were evaluated on parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of the Company and its shareholders. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Non Independent Directors was carried out by the Independent Directors. The Directors expressed their satisfaction with the evaluation process.

#### **COMPANY'S POLICY ON APPOINTMENT AND REMUNERATION**

In accordance with Section 178 of the Companies Act, 2013, the Board of Directors has in place a Policy on Directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and remuneration policy for Key Managerial Personnel and others. The Policy of Nomination and Remuneration Committee has been framed to encourage diversity of thought, experience, knowledge, perspective, age and gender in the Board. The Remuneration Policy for Directors, Key Managerial Personnel and all other employees is aligned to the philosophy on the commitment of fostering a culture of leadership with trust. The Remuneration Policy aims to ensure that the level and composition of the remuneration of the Directors, Key Managerial Personnel and all other employees is reasonably sufficient to attract, retain and motivate them to successfully run the Company. The policy has been uploaded on the website of the Company at <http://www.jjfc.co.in>. Based on the recommendations of the Nomination and Remuneration Committee, the Board approved a Nomination and Remuneration Policy which is enclosed as **Annexure 3**.

#### **DISCLOSURE ON REMUNERATION TO EMPLOYEES EXCEEDING SPECIFIED LIMITS**

The Company had no employees who were in receipt of remuneration in excess of ₹ 102 lakh per annum during the year ended 31st March, 2025 or of more than ₹ 8.5 lakh per month during any part thereof, hence no information under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is required to be given.



#### PARTICULARS OF EMPLOYEES

The information required pursuant to Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended, containing, inter alia, ratio of remuneration of directors and KMP to median remuneration of employees and percentage increase in the median remuneration are annexed to this Directors' Report as '**Annexure 4**'. In terms of Section 136 of the Act, the Report and Accounts are being sent to Members and others entitled thereto excluding the information on employees particulars which is available for inspection by the Members at the Registered Office of the Company during business hours on working days of the Company up to the date of the ensuing Annual General Meeting. There are no employees drawing salaries in excess of the limit prescribed under Section 197(12) of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

The Company affirms that remuneration is as per the Remuneration Policy of the Company.

#### FINANCIAL CONTROLS

Effective Internal Controls are necessary for building up an efficient organization. Our Company has adequate Internal Control systems in place to ensure accuracy, transparency and accountability in its operations. A dedicated concurrent audit team functioning within the Company confirms that the activities are in compliance with its policies and occurrences of deviations are reported to the Management. The concurrent audit report is reviewed by the internal auditors - M/s. Chaturvedi & Partners, a firm of practicing Chartered Accountants. Internal auditors review operations of the Company and ensure that the Company is functioning within the limits of all applicable statutes. Any Internal Control weaknesses, non-compliance with statutes and suggestions on improvements in existing practices forms part of internal audit report. Audit Committee reviews the internal audit report and ensures that observations pointed out in the report are addressed in a timely and structured manner by the Management. The Internal Audit Report is reviewed by Statutory Auditors while performing audit functions to confirm that there are no transactions conflicting with interests of the Company. The Internal Financial Controls with reference to the Financial Statements are commensurate with the size and nature of business of the Company. Further, it is believed that the controls are largely operating effectively since there has not been any identification of any major material weakness in the company. The directors have in the Directors Responsibility Statement under paragraph (e) confirmed the same to this effect.

#### STATUTORY AUDITORS AND THEIR REPORT

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the recommendation of the Board of Directors and the Audit Committee the members in the 39th Annual General Meeting held on 15th September, 2022 had appointed M/s A K Dubey & Co, Chartered Accountants (ICAI Firm Registration Number 329518E) as the Statutory Auditors of the Company for a term of five consecutive years, to hold office from the conclusion of the 39th Annual General Meeting until the conclusion of 44th Annual General Meeting of the Company to be held in the calendar year 2027, on such remuneration as may be decided by the Audit Committee of the Board.

#### SECRETARIAL AUDITOR AND THEIR REPORT

In terms of Section 204 of the Act and Rules made there under, Ms. Disha Dugar, Practicing Company Secretary, had been appointed Secretarial Auditor of the Company for the financial year 2024-25. The Secretarial Audit Report in Form MR-3, enclosed as **Annexure 2** has no observations (including any qualification, reservation, adverse remark or disclaimer) and hence does not call for any explanation from the Directors.

#### INTERNAL AUDITOR AND THEIR REPORT

The Company had appointed Internal Auditors, M/s. Chaturvedi & Partners, a firm of practicing Chartered Accountants to carry out the internal audit functions. The Internal auditor submits half yearly reports to the audit committee. The Internal Auditors' Reports have no observations (including any qualification, reservation, adverse remark or disclaimer) and hence does not call for any explanation from the Directors.

**INSTANCES OF FRAUD, IF ANY REPORTED BY THE AUDITORS**

There have been no instances of fraud reported by the Auditors under Section 143(12) of the Companies Act, 2013.

**PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**

The provisions of Section 186 of the Act pertaining to granting of loans to any persons or bodies corporate and giving of guarantees or providing security in connection with loans to any other bodies corporate or persons are not applicable to the Company since the Company is a Non-Banking Financial Company. However, details of loans, guarantees or investments are given in notes to the Financial Statements.

**RELATED PARTY TRANSACTIONS**

In line with the requirements of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, your Company has in place a Policy on Related Party Transactions which is also available on Company's website at <http://www.jjfc.co.in>. The Policy intends to ensure that proper reporting; approval and disclosure processes are in place for all transactions between the Company and Related Parties. All Related Party Transactions are placed before the Audit Committee for review and approval. The Company obtains prior omnibus approvals, if required, for Related Party Transactions on a quarterly basis for transactions which are of repetitive nature and / or entered in the Ordinary Course of Business and are at Arm's Length basis. The provisions of Section 188(1) do not attract as all Related Party Transactions entered during the year were in Ordinary Course of the Business and on Arm's Length basis. No Material Related Party Transactions, i.e. transactions exceeding ten percent of the annual consolidated turnover as per the last audited financial statements, were entered during the year by your Company. Accordingly, the disclosure of Related Party Transactions as required under Section 134(3)(h) of the Companies Act, 2013 in Form AOC-2 is not applicable. Further, details of Related Party Transactions as required to be disclosed by Indian Accounting Standard – 24 (Ind-AS 24) are given in the notes to the Financial Statements.

**HUMAN RESOURCES/INDUSTRIAL RELATIONS**

At J. J. Finance Corporation Limited, Human Resources follow an integrated approach that combines employee recognition, training and mentoring. The Company maintains open communication channels with workforce and keeps them engaged with its objectives towards attainment of healthy employer-employee relationship. Industrial relations were cordial throughout the year under review.

**RISK MANAGEMENT POLICY**

In terms of the requirement of the Act, the Company has developed and implemented the Risk Management Policy and the Audit Committee of the Board reviews the same periodically. The Risk Management policy inter alia provides for review of the risk assessment and minimization procedure, laying down procedure to inform the Board in the matter and for periodical review of the procedure to ensure that management controls the risks through properly defined framework.

**CORPORATE GOVERNANCE**

Since the paid up share capital of your Company and its net-worth was below the prescribed limits under Regulation 15(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; Corporate Governance is not applicable on the Company in the financial year 2024-2025.

**CORPORATE SOCIAL RESPONSIBILITY**

Since your Company does not fall under the threshold laid down in section 135 of the Companies Act, 2013, the provision of section 134(3)(o) of the Companies Act, 2013 is not applicable and hence no disclosure is required by the Board.

**SECRETARIAL STANDARDS**

The Directors confirm that the applicable Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, which have been approved by the Central Government have been duly followed by your Company.

**SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS**

There are no significant and material orders passed by the Regulators/Courts that would impact the going concern status of the Company and its future operations.

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

The Company, being a Non-Banking Finance Company (NBFC), does not have any manufacturing activity neither does it have any foreign exchange earnings or any foreign exchange outgo. The Directors, therefore, have nothing to report on conservation of energy and technology absorption.

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

The Company has zero tolerance for sexual harassment at workplace. During the Financial Year 2024-25, no complaints of sexual harassment were reported.

**PREVENTION OF INSIDER TRADING**

In compliance with the provisions of the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, as amended, the Company has formulated and adopted the revised "Code of Conduct In Terms of SEBI (Prevention of Insider Trading) Regulation, 2015" ("the Insider Trading Code"). The object of the Insider Trading Code is to set framework, rules and procedures, which all concerned persons should follow, while trading in listed or proposed to be listed securities of the Company. During the year, the Company has also adopted the Code of Fair Disclosure of Unpublished Price Sensitive Information ("the Code") in line with the SEBI (Prohibition of Insider Trading) Amendment Regulations, 2018. The Code is available on the Company's website [www.jjfc.co.in/Code of Conduct in terms of PIT Regulation](http://www.jjfc.co.in/Code of Conduct in terms of PIT Regulation).

**ACKNOWLEDGEMENT**

Your Directors place on record their appreciation for employees at all levels, who have contributed to the growth and performance of your Company.

Your Directors also thank the clients, vendors, bankers, shareholders and advisers of the Company for their perennial support during the year.

We also express our gratitude towards the Central and State Governments, and other statutory authorities for their continued support.

**For and on behalf of the Board**

**ANIL JHUNJHUNWALA**

*Director*

DIN : 00128717

**SHYAM BAGARIA**

*Director*

DIN : 00121949

Place : Kolkata

Dated : 12th August, 2025



## J. J. FINANCE CORPORATION LIMITED

42ND ANNUAL REPORT 2024-25

### COMPLIANCE CERTIFICATE FROM CHIEF EXECUTIVE OFFICER & CHIEF FINANCIAL OFFICER PURSUANT TO REGULATION 17(8) AND PART B OF SCHEDULE II OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

We have reviewed the financial statements and the cash flow statement of J. J. Finance Corporation Limited for the year ended March 31, 2025 and that to the best of our knowledge and belief:

- A) (1) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
- (2) These statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B) There are, to the best of our knowledge and belief, no transactions entered into by the listed entity during the year which are fraudulent, illegal or violative of the listed entity's Code of Conduct.
- C) We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the listed entity pertaining to financial reporting and have disclosed to the auditors and audit committee, deficiencies in the design or operation of such internal control, if any, of which they are aware and the steps they have taken or propose to take to rectify these deficiencies.
- D) We have indicated to the auditors and audit committee that:
  - (1) There are no significant changes in internal control over financial reporting during the year;
  - (2) There are no significant changes in accounting policies made during the year and
  - (3) There are no instances of fraud involving the management or an employee having a significant role in the listed entity's internal control system over financial reporting.

**For J. J. Finance Corporation Limited**

Place : Kolkata

Dated : 12th August, 2025

**PRAHALAD ROY SHARMA**

*Chief Executive Officer*

**VIRENDRA LAL NAGAR**

*Chief Financial Officer*

### DECLARATION UNDER REGULATION 26(3) AND PART D OF SCHEDULE V OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

Pursuant to Regulation 26(3) and Part D of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, it is hereby declared that the members of the Board of Directors and Senior Management Personnel of **J. J. Finance Corporation Limited** have affirmed compliance with the Code of Conduct for the year ended 31st March, 2025.

**For J. J. Finance Corporation Limited**

Place : Kolkata

Dated : 12th August, 2025

**PRAHALAD ROY SHARMA**

*Chief Executive Officer*

**ANNEXURE 1****MANAGEMENT DISCUSSION AND ANALYSIS****INDUSTRY STRUCTURE AND DEVELOPMENTS**

The Indian economy has witnessed profound positive transformation in the last ten years. The Indian economy has showed resilience and strong growth across sectors and continues to be among the fastest-growing economies in the world. The accelerated pace of economic reforms and strong domestic consumption have led to higher and sustainable growth of the Indian economy and strengthened its position in the world. The geopolitical tensions, supply chain disruptions, high inflation, and tighter monetary conditions were some of the challenges for the economic recovery.

NBFCs has always been an important component of the financial sector and has seen higher credit growth over the past few years. The NBFC sector in India is expected to grow due to several factors like government's commitment to financial inclusion, sector's digital transformation, regulatory changes that aim to ensure the sector's stability and prevent excessive risk-taking and also due to impressive growth projections. With strategic moves by industry leaders, the market is set to expand further. NBFCs are leveraging their superior understanding of regional dynamics and customized products and services to expedite financial inclusion in India. Lower transaction costs, quick decision making, customer orientation and prompt service standards have typically differentiated NBFCs from banks. Systemically Important NBFCs have demonstrated agility, innovation, and frugality to provide formal financial services to millions of Indians.

**OPPORTUNITIES AND THREATS****Opportunities**

Reports from the World Bank indicate that Non Banking Financial Institutions act as critical pillars contributing to macroeconomic stability and sustained economic growth and prosperity, due to their ability to finance firms and individuals at a reasonable cost, reduce volatility by providing multiple sources to finance and park funds and enable creation of a competitive environment characterized by a diverse array of products. This has been proven time and again in developed markets. Non-Banking Finance Companies (NBFCs) continue to play a critical role in making financial Services accessible to a wider set of India's population and are emerging as strong intermediaries in the retail finance space. Going forward, one should expect NBFCs to further strengthen their presence in retail finance and grow at a reasonably healthy pace. Your Company is committed to addressing the changes boosted by its strengths in market position, agile execution capabilities, robust early warning systems and extensive use of analytics for risk mitigation and resource allocation. It will ensure to take advantage of the tailwinds that may emerge during the course of the year.

**Threats**

The biggest challenge before NBFCs is that they are facing stiff competition from banks and financial institutions, due to their ability to raise low cost funds which enables them to provide funds at much cheaper rate. More stringent capital adequacy norms have been stipulated by RBI for NBFCs which is making difficult for them to give cheaper finance. Ever-increasing competition from commercial counterparts whose capacity to absorb losses is higher, counter-party failures, recommendations being made to increase the purview of monitoring by regulatory authorities increase the threat of losing the essence of Non-banking Finance Companies which are specifically designed to reach out and finance certain target groups.

**SEGMENT WISE / PRODUCT WISE PERFORMANCE**

The Company is engaged in investment activities and other financial services during the year under review, hence the requirement of segment-wise reporting is considered irrelevant.

**OUTLOOK**

The Company being an investment Company seeks opportunities in the capital market. While interest rate were steady in 2024-25. The volatility in stock indices represents both an opportunity and challenge for the Company. We continue to see significant volatility in the market and will use periods of weakness as investment opportunities for long term.

The Company has a strong Risk Management System for identification, monitoring, mitigation and reporting of the risks associated with its operations. The Company has an established practice of compliance reporting covering all operations and support functions; compliance reporting is periodically reviewed to ensure comprehensive coverage.

**RISKS AND AREAS OF CONCERN**

The NBFC industry in general faces the risk of re-entry and new entry of players and existence of several unorganized regional players increasing the competition which mainly affects the asset quality. This is further characterized by captive NBFCs floated by other business houses. The ever existing systemic and delinquency risks and fluctuations in interest rates make the companies more vulnerable. Deployment of funds in sensitive and volatile sectors increases the risk exposure while concentration risk increases dependency.

**INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY**

Internal Control measures and systems are established to ensure the correctness of the transactions and safeguarding of the assets of the Company. The Management ensures adherence to all internal control policies and procedures as well as compliance with regulatory guidelines. The audit committee of the Board of Directors reviews the adequacy of internal controls. This has improved the management of the affairs of the Company and strengthened transparency and accountability.

**DISCUSSION ON FINANCIAL PERFORMANCE**

During the year, the net revenue from operations of your Company increased from ₹ 76.18 Lakh to ₹ 78.39Lakh. For FY 2024-25, your Company's profit after tax stood at ₹ 26.18 Lakh vis-à-vis ₹ 36.57 Lakh in the previous year.

**MATERIAL DEVELOPMENTS IN HUMAN RESOURCES, INCLUDING NUMBER OF PEOPLE EMPLOYED**

The Company always considers its human resources as a valuable asset and is committed towards their development for continuous growth. Focus on training to enhance the skill-sets of employees in line with the business and market requirements continued throughout the year and it confers recognition based on merit. The employee relations have continued to be harmonious throughout the year. The Company has two (2) permanent employees as on 31st March, 2025.

**DETAILS OF SIGNIFICANT CHANGES IN KEY FINANCIAL RATIOS**

Ratios are used to make a holistic assessment of financial performance of the entity, and also help evaluating the entity's performance vis-à-vis its peers within the industry. The NBFC sector is growing rapidly with borrowings comprising the largest source of funding. The key financial ratios of the company for F.Y. 2024-25 have shown an downward trend due to decrease in the revenue of the company while the liability has increased during the year in concern. The Company is not a manufacturing unit and does not have any Non-Performing Assets (NPA), hence ratios related to those are not applicable. The significant changes in the other applicable key financial ratios are as follows:

| Name of Ratios        | FY 2024-25 | FY 2023-24 | Change (%) | Reasons for Change              |
|-----------------------|------------|------------|------------|---------------------------------|
| Debtors Turnover      | N.A.       | N.A.       | N.A.       |                                 |
| Current Ratio         | 100.24     | 110.31     | -9.13      | Increase in current liabilities |
| Debt Equity Ratio     | 0.006      | 0.005      | 20         | Increase in liabilities         |
| Net Profit Margin (%) | 33.40      | 48.01      | 30.43      | Decrease in profit              |

**CHANGE IN RETURN ON NET WORTH AS COMPARED TO PREVIOUS YEAR**

Return on Net Worth (RONW) is a measure of profitability of a company expressed in percentage. Return on Net Worth for the financial year 2024-2025 is 2.61% while the Return on Net Worth for the financial year 2023-2024 was 3.81%. The Decrease in Return on Net Worth is mainly due to the Decrease in Total income of the company. The company is making continuous effort to make optimum utilization of the shareholders' fund and perform better in the time to come.

**CAUTIONARY STATEMENT**

Statements in the Management Discussion and Analysis Report describing the Company's objectives, projections, estimates, expectations or predictions may be "forward looking statements" within the meaning of the applicable laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could influence the Company's operations include economic and political conditions in which the Company operates, interest rate fluctuations, changes in Government / RBI regulations, Tax laws, other statutes and incidental factors.

**For and on behalf of the Board**

**ANIL JHUNJHUNWALA**

*Director*

DIN : 00128717

**SHYAM BAGARIA**

*Director*

DIN : 00121949

Place : Kolkata

Dated : 12th August, 2025



**FORM NO. MR-3**  
**SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2025

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To

The Members,

**M/S. J J FINANCE CORPORATION LTD**

Unit No. 14, 8th Floor, Premises No. IID/14,

Action Area -IID, New Town, Rajarhat

Kolkata 700156

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/S. J J FINANCE CORPORATION LTD (CIN : L65921WB1982PLC035092)** for the financial year ended **31st March, 2025**, hereinafter called the (Company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the **M/S. J J FINANCE CORPORATION LTD**, books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on **31st March, 2025** complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **M/S. J J FINANCE CORPORATION LTD**, ("the Company") for the financial year ended on **31st March, 2025** according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder;
- (iv) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 - The Bombay Stock Exchange noted that the Company has not complied with Regulations 3(5) & 3(6) of SEBI (Prohibition of Insider Trading) Regulations, 2015, and internal sharing of UPSI between the DPs is not recorded in the Software. The Company has responded to this observation and has since rectified the issue to ensure compliance.
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
- (v) Corporate Governance Voluntary Guidelines - 2009 issued by the Ministry of Corporate Affairs, Government of India;
- (vi) The Reserve Bank of India Act, 1934;



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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) SEBI-Listing Obligations and Disclosure Requirements (LODR), Regulations, 2015.

During the period under review the Company has complied with the provisions of the Co. Act, Rules, Regulations, Guidelines, Standards, etc.

**I further report that**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act. Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

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

**(Disha Dugar Jhunjunwala)**

*Practicing Company Secretary*

M.NO: FCS NO. 8128

COP: 10895

UDIN : F008128G000982827

Place : Kolkata

Date : 12.08.2025



## **NOMINATION & REMUNERATION POLICY**

The Board of Directors of **JJ FINANCE CORPORATION LIMITED** ("the Company") constituted the "Nomination and Remuneration Committee" at the Meeting held on November 13, 2014 with immediate effect, consisting of two (2) Non-Executive Directors of which majority are Independent Directors.

### **1. OBJECTIVE**

The Nomination and Remuneration Committee and this Policy shall be in compliance with Section 178 of the Companies Act, 2013 read along with the applicable rules thereto and the Key Objectives of the Committee would be:

- 1.1. To recommend the Board regarding the appointment and removal of Directors, Key Managerial Personnel and Senior Management.
- 1.2. To evaluate the performance of the members of the Board and provide necessary report to the Board for their further evaluation.
- 1.3. To recommend to the Board a policy relating Remuneration payable to the Directors, Key Managerial Personnel and Senior Management.
- 1.4. To provide to Key Managerial Personnel and Senior Management reward linked directly to their effort, performance, dedication and achievement relating to the Company's operations.
- 1.5. To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage.
- 1.6. To devise a policy in respect of Board diversity
- 1.7. To develop a successive plan for the Board and to regularly review the same;

### **2. DEFINITIONS**

- 2.1. **Act** means the Companies Act, 2013 and Rules framed thereunder, as amended from time to time.
- 2.2. **Board** means Board of Directors of the Company.
- 2.3. **Directors** mean Directors of the Company.
- 2.4. **Key Managerial Personnel**, in relation to a Company, means –
  - 2.4.1. Chief Executive Officer or the Managing Director or the Manager;
  - 2.4.2. Company Secretary;
  - 2.4.3. Whole-time Director;
  - 2.4.4. Chief Financial Officer;
  - 2.4.5. Such other officer, not more than one level below the directors who is in whole-time employment, designated as key managerial personnel by the board; and
  - 2.4.6. Such other officer as may be prescribed.
- 2.5. **Senior Management** means personnel of the company who are members of its core management team excluding the Board of Directors including the personnel holding designation of General Manager and above.



### **3. ROLE OF COMMITTEE**

#### **3.1. Matters to be dealt with, perused and recommended to the Board by the Nomination and Remuneration Committee**

The Committee shall:

- 3.1.1. Formulate the criteria for determining qualifications, positive attributes and independence of a director.
- 3.1.2. Identify persons who are qualified to become Director and persons who may be appointed in Key Managerial and Senior Management positions in accordance with the criteria laid down in this policy.
- 3.1.3. Recommend to the Board, appointment and removal of Director, KMP and Senior Management Personnel.

#### **3.2. Policy for appointment and removal of Director, KMP and Senior Management**

##### **3.2.1. Appointment criteria and qualifications**

- a) The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend to the Board his / her appointment.
- b) A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience possessed by a person is sufficient / satisfactory for the concerned position.
- c) The Company shall not appoint or continue the employment of any person as Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution based on the explanatory statement annexed to the notice for such motion indicating the justification for extension of appointment beyond seventy years.

##### **3.2.2. Term / Tenure**

- a) Managing Director/Whole-time Director:

The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

- b) Independent Director:

- An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.
- No Independent Director shall hold office for more than two consecutive terms, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director. Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly. However, if a person who has already served as an Independent Director for 5 years or more in the Company as on October 1, 2014 or such other date as may be determined by the Committee as per regulatory requirement; he/ she shall be eligible for appointment for one more term of 5 years only.
- At the time of appointment of Independent Director it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed company or such other number as may be prescribed under the Act.



**3.2.3. Evaluation**

The Committee shall carry out evaluation of performance of every Director, KMP and Senior Management Personnel at regular interval (yearly).

**3.2.4. Removal**

Due to reasons for any disqualification mentioned in the Act or under any other applicable Act, rules and regulations thereunder, the Committee may recommend, to the Board with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the said Act, rules and regulations.

**3.2.5. Retirement**

The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

**3.3. Policy relating to the Remuneration for the Whole-time Director, KMP and Senior Management Personnel**

**3.3.1. General :**

- a) The remuneration / compensation / commission etc. to the Whole-time Director, KMP and Senior Management Personnel will be determined by the Committee and recommended to the Board for approval. The remuneration / compensation / commission etc. shall be subject to the prior/post approval of the shareholders of the Company and Central Government, wherever required.

Increments to the existing remuneration/ compensation structure may be recommended by the Committee to the Board which should be within the slabs approved by the Shareholders in the case of Whole-time Director.

**3.3.2. Remuneration to Whole-time / Executive / Managing Director, KMP and Senior Management Personnel:**

**a) Fixed pay:**

The Whole-time Director/ KMP and Senior Management Personnel shall be eligible for a monthly remuneration as may be approved by the Board on the recommendation of the Committee. The breakup of the pay scale and quantum of perquisites including, employer's contribution to P.F, etc. shall be decided and approved by the Board/ the Person authorized by the Board on the recommendation of the Committee and approved by the shareholders and Central Government, wherever required.

**b) Minimum Remuneration:**

If, in any financial year, the Company has no profits or its profits are inadequate, the Company shall pay remuneration to its Whole-time Director/Managing Director in accordance with the provisions of Schedule V of the Act and if it is not able to comply with such provisions, with the previous approval of the Central Government.

**c) Provisions for excess remuneration:**

If any Whole-time Director draws or receives, directly or indirectly by way of remuneration any such sums in excess of the limits prescribed under the Act or without the prior sanction of the Central Government, where required, he / she shall refund such sums to the Company and until such sum is refunded, hold it in trust for the Company. The Company shall not waive recovery of such sum refundable to it unless permitted by the Central Government.

**3.3.3. Remuneration to Non- Executive / Independent Director:****a) Remuneration / Commission :**

The remuneration / commission shall be fixed by the Committee and approved by the Board wherever necessary.

**b) Sitting Fees:**

The Non- Executive / Independent Director may receive remuneration by way of fees for attending meetings of Board or Committee thereof. Provided that the amount of such fees shall not exceed Rs. One Lac per meeting of the Board or Committee or such amount as may be prescribed by the Central Government from time to time.

**c) Commission :**

Commission may be paid within the monetary limit approved by shareholders, subject to the limit not exceeding 1% of the profits of the Company computed as per the applicable provisions of the Act.

**d) Stock Options :**

An Independent Director shall not be entitled to any stock option of the Company.

**4. MEMBERSHIP**

4.1 The Committee shall consist of a minimum three (3) directors, majority of them being independent.

4.2 Minimum two (2) members shall constitute a quorum for the Committee meeting.

4.3 Membership of the Committee shall be disclosed in the Annual Report.

4.4 Term of the Committee shall be continued unless terminated by the Board of Directors.

**5. CHAIRPERSON**

5.1 Chairperson of the Committee may be an Independent Director.

5.2 Chairperson of the Company may be appointed as a member of the Committee but shall not be a Chairman of the Committee.

5.3 In the absence of the Chairperson, the members of the Committee present at the meeting shall choose one amongst them to act as Chairperson.

5.4 Chairman of the Nomination and Remuneration Committee meeting could be present at the Annual General Meeting or may nominate some other member to answer the shareholders' queries.

**6. FREQUENCY OF MEETINGS**

The meeting of the Committee shall be held at such regular intervals as may be required.

**7. COMMITTEE MEMBERS' INTERESTS**

7.1 A member of the Committee is not entitled to be present when his or her own remuneration is discussed at a meeting or when his or her performance is being evaluated.

7.2 The Committee may invite such executives, as it considers appropriate, to be present at the meetings of the Committee.

**8. SECRETARY**

The Company Secretary of the Company shall act as Secretary of the Committee.



## **9. VOTING**

- 9.1 Matters arising for determination at Committee meetings shall be decided by a majority of votes of Members present and voting and any such decision shall for all purposes be deemed a decision of the Committee.
- 9.2 In the case of equality of votes, the Chairman of the meeting will have a casting vote.

## **10. NOMINATION DUTIES**

The duties of the Committee in relation to nomination matters include:

- 10.1 Ensuring that there is an appropriate induction in place for new Directors and members of Senior Management and reviewing its effectiveness;
- 10.2 Ensuring that on appointment to the Board, Non-Executive Directors receive a formal letter of appointment in accordance with the Guidelines provided under the Act;
- 10.3 Identifying and recommending Directors who are to be put forward for retirement by rotation.
- 10.4 Determining the appropriate size, diversity and composition of the Board;
- 10.5 Setting a formal and transparent procedure for selecting new Directors for appointment to the Board;
- 10.6 Developing a succession plan for the Board and Senior Management and regularly reviewing the plan;
- 10.7 Evaluating the performance of the Board members and Senior Management in the context of the Company's performance from business and compliance perspective;
- 10.8 Making recommendations to the Board concerning any matters relating to the continuation in office of any Director at any time including the suspension or termination of service of an Executive Director as an employee of the Company subject to the provision of the law and their service contract.
- 10.9 Delegating any of its powers to one or more of its members or the Secretary of the Committee;
- 10.10 Recommend any necessary changes to the Board; and
- 10.11 Considering any other matters, as may be requested by the Board.

## **11. REMUNERATION DUTIES**

The duties of the Committee in relation to remuneration matters include:

- 11.1 to consider and determine the Remuneration Policy, based on the performance and also bearing in mind that the remuneration is reasonable and sufficient to attract retain and motivate members of the Board and such other factors as the Committee shall deem appropriate all elements of the remuneration of the members of the Board.
- 11.2 to approve the remuneration of the Senior Management including key managerial personnel of the Company maintaining a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the Company.
- 11.3 to delegate any of its powers to one or more of its members or the Secretary of the Committee.
- 11.4 to consider any other matters as may be requested by the Board.
- 11.5 Professional indemnity and liability insurance for Directors and senior management.

## **12. MINUTES OF COMMITTEE MEETING**

Proceedings of all meetings must be minuted and signed by the Chairman of the Committee at the subsequent meeting. Minutes of the Committee meetings will be tabled at the subsequent Board and Committee meeting.



## ANNEXURE 4

## REMUNERATION DETAILS

Disclosure pursuant to the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

(₹ in Hundred)

| Sl No. | Name                | Designation             | Remuneration for FY – 2024-25   | Ratio of Remuneration of each Director/KMP to median remuneration of employees |
|--------|---------------------|-------------------------|---------------------------------|--------------------------------------------------------------------------------|
| 1.     | Virendra Lal Nagar  | Chief Financial Officer | 4,50,000                        | 1.08:1                                                                         |
| 2.     | Prahalad Roy Sharma | Chief Executive Officer | 9,45,000<br>(w.e.f 01.07.2024)  | 2.28:1                                                                         |
| 3.     | Anujit Singh        | Company Secretary       | 3,75,742<br>(upto 22.10.2024)   | 0.91:1                                                                         |
| 3.     | Pallavi Agarwal     | Company Secretary       | 2,17,501<br>(w.e.f. 06.11.2024) | 0.52:1                                                                         |

## Notes :

1. The median remuneration of employees of the Company during the financial year was Rs.4,12,871.
2. The revenue of the Company increased by 2.90% and the profit of the Company decreased by 28.40%.
3. The key parameters for the variable component of remuneration availed by the directors are considered by the Board of Directors based on the recommendation of the Human Resources, Nomination and Remuneration Committee as per remuneration policy for Directors, Key Managerial Personnel and other employees.
4. Mr. Anujit Singh ceased to be a Company Secretary of the Company w.e.f. close of business hours on 22nd October 2024. Thereafter Mrs. Pallavi Dhandhanika Agarwal was appointed as a Company Secretary of the Company on account of his resignation w.e.f. 6th November 2024. Mr. Prahalad Roy Sharma was appointed as Chief Executive Officer of the Company w.e.f. 1st July 2024.
5. It is hereby affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel and other employees.
6. Number of permanent employees on the rolls of company as on 31st March 2025 was 3.

**GENERAL SHAREHOLDER INFORMATION****LISTING ON STOCK EXCHANGE:**

| <b>Name and Address of the Stock Exchange</b>                                      | <b>Security Listed</b> |
|------------------------------------------------------------------------------------|------------------------|
| 1. The Calcutta Stock Exchange Ltd.<br>7, Lyons Range,<br>Kolkata – 700 001        | Equity Shares          |
| 2. BSE Ltd.<br>25th Floor, P. J. Towers<br>Dalal Street, Fort,<br>Mumbai – 400 001 | Equity Shares          |

**LISTING FEES:** To The Calcutta Stock Exchange Ltd. and BSE Limited for the Financial Year 2024 -25 have been paid.

**SHAREHOLDING PATTERN AS ON MARCH 31, 2025 :**

| <b>Sr. No.</b> | <b>Description</b>                                         | <b>No. of Shareholder</b> | <b>Shares</b>    | <b>%</b>       |
|----------------|------------------------------------------------------------|---------------------------|------------------|----------------|
| 1.             | Promoter and promoter group                                | 04                        | 17,22,683        | 61.088         |
| 2.             | Directors and their relatives                              | 01                        | 2,308            | 0.082          |
| 3.             | KMP and their relatives                                    | 02                        | 505              | 0.018          |
| 4.             | Resident Individuals                                       | 2731                      | 8,39,151         | 29.757         |
| 5.             | Foreign Institutional Investor/ Foreign Portfolio Investor | –                         | –                | –              |
| 6.             | Bodies Corporate/ NBFC                                     | 30                        | 2,54,138         | 9.012          |
| 7.             | Non-Resident Individual/ Foreign National                  | 04                        | 1215             | 0.043          |
| 8.             | Clearing Members                                           | –                         | –                | –              |
| <b>Total</b>   |                                                            | <b>2772</b>               | <b>28,20,000</b> | <b>100.000</b> |

**STATUS OF SHARES HELD IN PHYSICAL AND DEMATERIALIZED FORM**

| <b>Particulars</b> | <b>Position as on 31.03.2025</b> |            | <b>Position as on 31.03.2024</b> |            | <b>Change During the Year</b> |          |
|--------------------|----------------------------------|------------|----------------------------------|------------|-------------------------------|----------|
|                    | <b>No. of Shares</b>             | <b>%</b>   | <b>No. of Shares</b>             | <b>%</b>   | <b>No. of Shares</b>          | <b>%</b> |
| <b>PHYSICAL</b>    | 700901                           | 24.85      | 703401                           | 24.94      | (2500)                        | (0.09)   |
| <b>DEMAT</b>       |                                  |            |                                  |            |                               |          |
| NSDL               | 1842518                          | 65.34      | 1789872                          | 63.47      | 52646                         | 1.87     |
| CDSL               | 276581                           | 9.81       | 326727                           | 11.59      | (50146)                       | (1.78)   |
| <b>Total</b>       | <b>28,20,000</b>                 | <b>100</b> | <b>28,20,000</b>                 | <b>100</b> | <b>–</b>                      | <b>–</b> |

**INITIATIVE TOWARDS SUSTAINABLE ENVIRONMENT**

The Company strives to achieve sustainability by undertaking environmental initiatives. As a step in this direction, it availed of special services offered by NSDL/CDSL to update email addresses of shareholders holding shares with depository participant registered with these entities and who have not registered their email addresses. Shareholders, who have not updated their



E-mail, requested to do so by sending a request to the Company/Niche Technologies Pvt. Ltd. or their respective depository participant.

This will enable such shareholders to receive immediately email communication from the Company from time to time including the Annual Report, dividend credit intimation, etc.

#### PRACTISING COMPANY SECRETARY CERTIFICATIONS

The Company has inter-alia obtained following certifications by the Practicing Company Secretary for share-related matters, as per details given below:

| Statutory Requirement                                                                                         | Frequency |
|---------------------------------------------------------------------------------------------------------------|-----------|
| Reconciliation of Share Capital under Regulation 76 of SEBI (Depositories and Participants) Regulations, 2018 | Quarterly |

#### DEMATERIALIZATION OF SECURITIES AND INVESTOR SERVICE REQUESTS

In accordance with SEBI circular SEBI/HO/MIRSD/MIRSD\_RTAMB/P/CIR/2022/8 dated January 25, 2022 a common and simplified norms for processing investors' service request by RTAs and norms for furnishing PAN, KYC details and Nomination was introduced, which has mandated that the listed Companies shall henceforth issue the securities in dematerialized form only, while processing the following service requests:

1. Issue of Duplicate securities certificate;
2. Claim from Unclaimed Suspense account;
3. Renewal/Exchange of securities certificate;
4. Endorsement;
5. Sub-division/Splitting of securities certificate;
6. Consolidation of securities certificates/folios;
7. Transmission;

For enabling the shareholders to convert their securities in demat form, the Registrar and Share transfer Agent shall issue a 'Letter of Confirmation' in lieu of physical share certificates to physical shareholders for enabling them to dematerialize the securities.

Further, SEBI vide its circular SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/37 dated 16 March 2023 (now rescinded due to issuance of Master Circular dated 17 May 2023) has, inter alia, mandated that any service request shall be entertained only upon registration of PAN, KYC details and nomination.

All holders of physical securities of the Company are mandatorily required to furnish the following documents/details to the RTA i.e. Niche Technologies Pvt. Ltd.:

| Form       | Purpose                                                      |
|------------|--------------------------------------------------------------|
| Form ISR-1 | Registration of PAN, KYC details or changes/updation         |
| Form ISR-2 | Confirmation of Signature of securities holder by the Banker |
| Form ISR-3 | Opting out of Nomination by physical securities holders      |
| Form SH-13 | Nomination form                                              |
| Form SH-14 | Cancellation or Variation of Nomination                      |

#### REDRESSAL OF INVESTOR GRIEVANCES THROUGH THE SEBI COMPLAINTS REDRESS SYSTEM (SCORES) PLATFORM

SEBI vide its circular SEBI/HO/OIAE/IGRD/CIR/P/2023/156 dated 20 September 2023 stated that a complaint lodged in SCORES platform will automatically forwarded to the concerned entity with a copy to designated body.



## **J. J. FINANCE CORPORATION LIMITED**

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Further, SEBI vide its press release PR No.06/2024 dated 01 April 2024, launched the new version of the SEBI Complaint Redress System (SCORES 2.0). The new version of SCORES aims to strengthen the investor complaint redress mechanism in the securities market by making the process more efficient through auto-routing, auto-escalation, monitoring by the 'Designated Bodies' and reduction of timelines.

Aggrieved investor can lodge complaints only through new version of SCORES i.e. <https://scores.sebi.gov.in> from 01 April 2024. In the old SCORES i.e. <https://scores.gov.in> investors would not be able to lodge any new complaint.

### **ONLINE RESOLUTION OF DISPUTES (ODR)**

SEBI vide its circular SEBI/HO/OIAE/OIAE\_IAD-1/P/CIR/2023/131 dated 31 May 2023, mandated the listed entity to enroll on the ODR portal and advised to display a link to the ODR Portal on the home page of the website.

In pursuance of the aforementioned circular your Company J J Finance Corporation Ltd. is enrolled on ODR portal and the link to the portal is <https://smartodr.in/login>

### **ADDRESS FOR CORRESPONDENCE**

Address of the registered office of the Company and the Share transfer agent to facilitate investors and stakeholders to correspond smoothly:

### **REGISTRAR AND SHARE TRANSFER AGENT**

#### **M/S. Niche Technologies Pvt. Ltd.**

3A, Auckland Place, 7th Floor, Room No. 7A & 7B, Kolkata – 700017

Tel: +91 (0)22 42270400, 022-42270422 ;

Fax: +91 (0)22 28503748

email: [nichetechpl@nichetechpl.com](mailto:nichetechpl@nichetechpl.com);

Website: [nichetechpl.com](http://nichetechpl.com)

### **COMPANY**

#### **J J Finance Corporation Ltd.**

Unit No. 14, 8th Floor, Premises No. IID/14,

Action Area - IID, New Town, Rajarhat,

Kolkata - 700156

West Bengal, India

#### **Company Secretary & Compliance Officer**

##### **Pallavi Dhandhanias Agarwal**

Tel: 033 4003 6445

email: [secretarial@jjauto.org](mailto:secretarial@jjauto.org);



## INDEPENDENT AUDITORS' REPORT

**To the Members of J. J. Finance Corporation Limited**

### REPORT ON THE AUDIT OF STANDALONE INDAS FINANCIAL STATEMENTS

#### OPINION

We have audited the accompanying standalone Ind AS financial statements of **JJ Finance Corporation Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2025 and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year ended on that date, and Notes to the standalone IndAS financial statements, (including summary of the significant accounting policies and other explanatory information (herein after referred to as "the Standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, 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 accounting principles generally accepted in India and the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read together with Companies (Indian Accounting Standards) Rules, 2015, of the state of affairs of the Company as at 31st March, 2025, and its profit, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

#### BASIS FOR OPINION

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

#### 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 the 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. We have determined that there are no key audit matters to be communicated in our report.

#### 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 Annual report comprising Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, among others; but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone 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 and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



#### MANAGEMENT'S RESPONSIBILITY FOR THE STANDALONE IND AS 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 Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with relevant rules issued thereunder.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone Ind AS financial statements, management 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

#### AUDITOR'S RESPONSIBILITY FOR THE AUDIT OF THE IND AS FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the standalone Ind AS financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing (SAs) will always detect 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 standalone Ind AS financial statements.

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

- 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, 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 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 Ind AS standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the 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.

#### OTHERS MATTERS

Our opinion on the standalone Ind AS financial statements and our report on Other Legal and Regulatory Requirements below, is not modified in respect of these matters.

#### REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

- As required by Section 143(3) of the Act, based on our audit, we report, to the extent applicable that:
  - We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account.
  - In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act & Rules made thereunder.
  - On the basis of the written representations received from the directors as on 31st March, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2025 from being appointed as a director in terms of Section 164(2) of the Act.
  - 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 A"**. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
  - With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197 (16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.



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- h) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company did not have any pending litigation which impact its financial position in its financial statements.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There is no amount which were required to be transferred, to the Investors 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 persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:
    - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company
    - or
    - provide any guarantee, security or the like to or 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 persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall:
    - directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party, or
    - provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries; and(c) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under subclause (iv) (a) and (iv) (b) contain any material mis-statement.
  - v. No dividend has been declared or paid during the year by the Company; hence, the question of compliance with the provisions of Section 123 of the Companies Act, 2103, does not arise.
  - vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2025 which has a feature of recording audit trail (edit log) facility, and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2025.

2. As required by the Companies (Auditors' Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "**Annexure B**" a statement on the matters specified in paragraphs 3 and 4 of the Order.

**For A. K. DUBEY & CO.,**  
*Chartered Accountants*  
(Firm Reg. No. 329518E)

**Arun Kumar Dubey**  
*Partner*

Place : Kolkata

Date : 30th May, 2025

Mem. No. 057141  
UDIN : 25057141BMIGALS777



## ANNEXURE “A” TO THE INDEPENDENT AUDITORS’ REPORT

**(Referred to in paragraph 1(f) under ‘Report on Other Legal and Regulatory Requirements’ Section of our report of even date to the Members of J J Finance Corporation Limited)**

### REPORT ON THE INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 (“THE ACT”)

We have audited the internal financial controls over financial reporting of **J J Finance Corporation Limited** (“the Company”) as of 31st March, 2025 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

#### MANAGEMENT’S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Company's management represented by the Board of directors, 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 the Financial Reporting issued by the Institute of Chartered Accountants of India (“ICAI”). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### AUDITORS’ RESPONSIBILITY

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

#### MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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



**INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING**

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

**OPINION**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting, and such internal financial controls over financial reporting were operating effectively as at 31st March, 2025, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on 'Audit of Internal Financial Controls Over Financial Reporting' issued by the Institute of Chartered Accountants of India.

**For A. K. DUBEY & CO.,**  
*Chartered Accountants*  
(Firm Reg. No. 329518E)

**Arun Kumar Dubey**  
*Partner*

Mem. No. 057141

UDIN : 25057141BMIGALS777

Place : Kolkata

Date : 30th May, 2025



## ANNEXURE “B” TO THE INDEPENDENT AUDITORS’ REPORT

**(Referred to in paragraph 2 under ‘Report on Other Legal and Regulatory Requirements’ section of our report of even date to the Members of J J Finance Corporation Limited)**

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
- (B) The Company has maintained proper records showing full particulars of Intangible assets.
- (b) The Company has a regular programme/policy of physical verification of its fixed assets included in Property, Plant & Equipment (PPE) by which all fixed assets are verified in a phased manner. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. As per the policy, certain property, plant and equipment, were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) The Company did not held any immovable properties; hence, clause (i) (c) of the Order, is not applicable.
- (d) The Company has not revalued its property, plant and equipment (including Right-of-use assets) or Intangible assets or both during the year.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii) (a) The Company did not held inventory; hence, clause (ii)(a) of the Order, is not applicable.
- (b) The Company has not been sanctioned working capital limits; hence, clause (ii)(b) of the Order, is not applicable
- (iii) The company has granted unsecured loan to / invested in a Company (related party) covered in the register maintained under section 189 of the Companies Act, 2013. The terms and conditions of the grant of such loans are not prejudicial to the company’s interest. In respect of loans, the schedule of repayment of principal and payment of interest has been stipulated, and the repayments and /or receipts are regular, and there is no overdue amount. (Refer Note 13 of financial statement).
- Except loan and advances to the aforesaid related party, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnership or other parties.
- (iv) According to the information and explanations given to us and on the basis of our examination of the records, the Company has not given any loans, or provided any guarantee or security as specified under Section 185 & 186 of the Companies Act, 2013. Further, the Company has complied with the provisions of Section 186 of the Companies Act, 2013 in relation to loans given and investments made, to the extent applicable.
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order, is not applicable.
- (vi) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Companies Act, 2013 for the products manufactured by the Company it and/ or services rendered by it. Accordingly, clause 3(vi) of the Order is not applicable.
- (vii) According to the information and explanations given to us, in respect of statutory dues:
  - (a) The Company has been regular in depositing undisputed statutory dues, including Goods and Services Tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, cess and other material statutory dues applicable to it, to the appropriate authorities.



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There were no undisputed amounts payable in respect of Goods and Service Tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, cess and other material statutory dues in arrears as at 31st March, 2025 for a period of more than six months from the date they became payable.

- (b) As informed, there has been no disputed dues (taxes, etc. as referred to above). Accordingly, clause (vii)(b) of the Order, is not applicable.
- (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 as income during the year.
- (ix) The Company has not borrowed any loan. Accordingly, clause ix of the Order, is not applicable.
- (x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order, is not applicable.  
(b) The Company has not made any preferential allotment/ private placement of shares and Optionally Convertible Debentures during the year. Hence, clause 3(x)(b) of the Order, is not applicable.
- (xi) (a) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the Company or on the Company by the officers and employees of the Company has been noticed or reported during the year.  
(b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 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) According to the information and explanations given to us, no whistle-blower complaint has been received by the Company; hence reporting under clause (xi)(b) of the Order, is not applicable.
- (xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order, is not applicable.
- (xiii) According to the information and explanations given to us, all transactions with the related parties are in compliance with Section 177 and 188 of the Companies Act, 2003; and the details have been disclosed in the Financial Statements as required by the applicable Indian Accounting Standards.
- (xiv) (a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business.  
(b) We have considered the internal audit reports of the Company issued till date for the period under audit.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors; hence, provisions of Section 192 of the Companies Act, 2013, are not applicable to the Company.
- (xvi) (a) The Company is required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934 and the registration has been obtained.  
(b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration from Reserve Bank of India as per the Reserve Bank of India Act, 1934.



- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order, is not applicable.
- (d) According to the information and explanations provided to us during the course of audit, the Group does not have any CIC. Accordingly, the requirements of clause 3(xvi)(d), are not applicable.
- (xvii) The Company has not incurred cash losses in the current and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order, is not applicable.
- (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 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 the 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 is not covered by the provisions of section 135 of the Companies Act, 2003; hence, clause 3(xx) of the Order, is not applicable.

**For A. K. DUBEY & CO.,**  
*Chartered Accountants*  
(Firm Reg. No. 329518E)

**Arun Kumar Dubey**  
*Partner*

Mem. No. 057141  
UDIN : 25057141BMIGAL5777

Place : Kolkata

Date : 30th May, 2025

**J. J. FINANCE CORPORATION LIMITED**

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**BALANCE SHEET AS AT 31ST MARCH, 2025**

( ₹ in Hundred )

| Particulars                                                                                | Note No. | As at<br>31.03.2025 | As at<br>31.03.2024 |
|--------------------------------------------------------------------------------------------|----------|---------------------|---------------------|
| <b>ASSETS</b>                                                                              |          |                     |                     |
| <b>Financial Assets</b>                                                                    | <b>3</b> |                     |                     |
| Cash and Cash Equivalents                                                                  | 3.1      | 95,233.97           | 92,743.00           |
| Receivables                                                                                | 3.2      |                     |                     |
| - Trade Receivables                                                                        | 3.2.1    | 2,669.46            | 6,957.99            |
| - Other Receivables                                                                        | 3.2.2    | 6.75                | 39,027.40           |
| Loans                                                                                      | 3.3      | 5,49,650.00         | 3,63,650.00         |
| Investment in Shares & Securities                                                          | 3.4      | 3,47,814.04         | 4,45,535.96         |
| Other Financial Assets                                                                     | 3.5      | 132.36              | 132.36              |
|                                                                                            |          | <b>9,95,506.58</b>  | <b>9,48,046.71</b>  |
| <b>Non-Financial Assets</b>                                                                | <b>4</b> |                     |                     |
| Current Tax Assets (Net)                                                                   | 4.1      | -                   | -                   |
| Deferred Tax Assets (Net)                                                                  | 4.2      | 3,525.91            | -                   |
| Property, Plant and Equipment                                                              | 4.3      | 335.70              | 335.70              |
| Other Non-Financial Assets                                                                 | 4.4      | 17,958.01           | 17,958.01           |
|                                                                                            |          | <b>21,819.62</b>    | <b>18,293.71</b>    |
| <b>Total Assets</b>                                                                        |          | <b>10,17,326.20</b> | <b>9,66,340.42</b>  |
| <b>LIABILITIES AND EQUITY</b>                                                              |          |                     |                     |
| <b>Liabilities</b>                                                                         |          |                     |                     |
| <b>Financial Liabilities</b>                                                               | <b>5</b> |                     |                     |
| Payables                                                                                   |          |                     |                     |
| - Trade Payables                                                                           |          |                     |                     |
| i) Total outstanding dues of micro enterprises and small enterprises                       |          | -                   | -                   |
| ii) Total outstanding dues of creditors other than micro enterprises and small enterprises |          | -                   | -                   |
| Other Financial Liabilities                                                                | 5.1      | 2,993.20            | 1,732.68            |
|                                                                                            |          | <b>2,993.20</b>     | <b>1,732.68</b>     |
| <b>Non-Financial Liabilities</b>                                                           | <b>6</b> |                     |                     |
| Provisions                                                                                 | 6.1      | 3,468.35            | 2,822.56            |
| Deferred Tax Liabilities (Net)                                                             | 6.2      | -                   | 290.98              |
| Current Tax Liabilities (Net)                                                              | 6.3      | 3,088.84            | 1,524.90            |
| Other Non-Financial Liabilities                                                            | 6.4      | 234.43              | 91.00               |
|                                                                                            |          | <b>6,791.62</b>     | <b>4,729.44</b>     |
| <b>Equity</b>                                                                              | <b>7</b> |                     |                     |
| Equity Share Capital                                                                       | 7.1      | 2,82,000.00         | 2,82,000.00         |
| Other Equity                                                                               | 7.2      | 7,25,541.38         | 6,77,878.30         |
|                                                                                            |          | <b>10,07,541.38</b> | <b>9,59,878.30</b>  |
| <b>Total Liabilities and Equity</b>                                                        |          | <b>10,17,326.20</b> | <b>9,66,340.42</b>  |
| Corporate Information & Significant Accounting Policies                                    | 1 & 2    |                     |                     |
| Accompanying notes to the financial statements                                             | 3 to 24  |                     |                     |

The Notes referred to above form an integral part of the accounts.

In terms of our report of even date attached herewith.

**For A.K Dubey & Co.**

Chartered Accountants

Firm Registration No. 329518E

**CA Arun Kumar Dubey**

Partner

Mem. No. 057141

Place : Kolkata

Date : 30th May, 2025

For and on behalf of the Board of Directors

**Anil Jhunjunwala**

(Director)

**DIN : 00128717****Shyam Bagaria**

(Director)

**DIN : 00121949****Virendra Lal Nagar**  
(Chief Financial Officer)**Pallavi Agarwal**  
(Company Secretary)**Mem. No. : A56609**



## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2025

( ₹ in Hundred )

| Particulars                                                                                               | Notes                        | 2024-25<br>₹       | 2023-2024<br>₹   |
|-----------------------------------------------------------------------------------------------------------|------------------------------|--------------------|------------------|
| <b>Revenue from Operations</b>                                                                            |                              |                    |                  |
| Interest                                                                                                  |                              | 40,736.69          | 41,509.56        |
| Dividend                                                                                                  |                              | 2,973.85           | 1,623.33         |
| Profit on Sale of Investment                                                                              |                              | 34,353.64          | 33,048.46        |
| Other Operation Income                                                                                    |                              | 325.54             | —                |
| <b>Total Revenue from Operations</b>                                                                      |                              | <b>78,389.72</b>   | <b>76,181.35</b> |
| <b>Other Income</b>                                                                                       | <b>8</b>                     | <b>—</b>           | <b>—</b>         |
| <b>Total Income</b>                                                                                       |                              | <b>78,389.72</b>   | <b>76,181.35</b> |
| <b>Expenses</b>                                                                                           |                              |                    |                  |
| Finance Costs                                                                                             | <b>9.1</b>                   | —                  | —                |
| Employee Benefits Expenses                                                                                | <b>9.2</b>                   | 21,172.30          | 16,878.27        |
| Depreciation and amortization expenses                                                                    | <b>9.3</b>                   | —                  | —                |
| Others expenses                                                                                           | <b>9.4</b>                   | 12,517.83          | 11,455.96        |
| <b>Total Expenses</b>                                                                                     |                              | <b>33,690.13</b>   | <b>28,334.23</b> |
| <b>Profit Before Tax</b>                                                                                  |                              | <b>44,699.59</b>   | <b>47,847.12</b> |
| <b>Tax Expense:</b>                                                                                       | <b>10</b>                    |                    |                  |
| a) Current Tax                                                                                            |                              | 18,257.60          | 11,222.07        |
| b) Deferred Tax                                                                                           |                              | 259.88             | 52.85            |
| c) MAT Credit Entitlement                                                                                 |                              | —                  | —                |
|                                                                                                           |                              | <b>18,517.48</b>   | <b>11,274.92</b> |
| <b>Profit for the Year</b>                                                                                |                              | <b>26,182.11</b>   | <b>36,572.20</b> |
| <b>Other Comprehensive Income</b>                                                                         |                              |                    |                  |
| (A) Items that will not be reclassified to profit or loss                                                 |                              |                    |                  |
| - Changes in fair value of Equity Instruments                                                             |                              | (15,133.50)        | 9,411.66         |
| - Tax Expense relating to above item                                                                      |                              | 2,918.54           | (710.41)         |
| (B) Items that will be reclassified to profit or loss                                                     |                              | —                  | —                |
| <b>Other Comprehensive Income for the Year</b>                                                            |                              | <b>(12,214.96)</b> | <b>8,701.25</b>  |
| <b>Total Comprehensive Income for the year</b><br>(Profit+ Other Comprehensive Income)                    |                              | <b>13,967.15</b>   | <b>45,273.45</b> |
| <b>Earnings Per Equity Share</b>                                                                          | <b>11</b>                    |                    |                  |
| Basic & Diluted                                                                                           |                              | <b>0.93</b>        | <b>1.30</b>      |
| Corporate Information & Significant Accounting Policies<br>Accompanying notes to the financial statements | <b>1 &amp; 2<br/>3 to 24</b> |                    |                  |

The Notes referred to above form an integral part of the accounts.

In terms of our report of even date attached herewith.

**For A.K Dubey & Co.**

Chartered Accountants

Firm Registration No. 329518E

**CA Arun Kumar Dubey**

Partner

Mem. No. 057141

Place : Kolkata

Date : 30th May, 2025

For and on behalf of the Board of Directors

**Anil Jhunjunwala**

(Director)

**DIN : 00128717**

**Shyam Bagaria**

(Director)

**DIN : 00121949**

**Virendra Lal Nagar**  
(Chief Financial Officer)

**Pallavi Agarwal**  
(Company Secretary)

**Mem. No. : A56609**



## J. J. FINANCE CORPORATION LIMITED

42ND ANNUAL REPORT 2024-25

### STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2025

#### Equity Share Capital

(₹ in Hundred)

| Particulars                                                        | Amount             |
|--------------------------------------------------------------------|--------------------|
| <b>Equity Share Capital as on 1st April, 2023</b>                  | <b>2,82,000.00</b> |
| Change in Equity Share Capital due to prior period errors          | —                  |
| <b>Restated Equity Share Capital balance as on 1st April, 2023</b> | <b>2,82,000.00</b> |
| Change in Equity Share Capital during the year 2023-24             | —                  |
| <b>Equity Share Capital as on 31st March 2024</b>                  | <b>2,82,000.00</b> |
| Change in Equity Share Capital due to prior period errors          | —                  |
| <b>Restated Equity Share Capital balance as on 1st April, 2024</b> | <b>2,82,000.00</b> |
| Change in Equity Share Capital during the year 2024-25             | —                  |
| <b>Equity Share Capital as on 31st March 2025</b>                  | <b>2,82,000.00</b> |

#### Other Equity

(₹ in Hundred)

| Particulars                                                               | Notes | Reserves & Surplus                                    |                    | Equity Investment Reserve (upon fair value through other comprehensive income) | Total              |
|---------------------------------------------------------------------------|-------|-------------------------------------------------------|--------------------|--------------------------------------------------------------------------------|--------------------|
|                                                                           |       | Reserve Fund (As per RBI Guidelines)                  | Retained Earnings  |                                                                                |                    |
|                                                                           |       | Surplus/(Deficit) in the statement of Profit and Loss |                    |                                                                                |                    |
|                                                                           | 7.2   | ₹                                                     | ₹                  | ₹                                                                              | ₹                  |
| <b>Balance as at 31.03.2023</b>                                           |       | <b>1,25,546.00</b>                                    | <b>4,87,235.04</b> | <b>(5,825.64)</b>                                                              | <b>6,06,955.40</b> |
| Profit for the year                                                       |       |                                                       | 36,572.20          |                                                                                | 36,572.20          |
| Transfer to Reserve Fund from Statement of Profit & Loss                  |       | 9,920.00                                              | (9,920.00)         |                                                                                | —                  |
| Transfer to Contingent Provision against Standard Assets                  |       |                                                       | 62.22              |                                                                                | 62.22              |
| Transfer from Equity Investment Reserve to Profit & Loss upon realisation |       |                                                       | 12,991.84          | (12,991.84)                                                                    | —                  |
| Profit on Sale of Non Current Investment Carried at Fair Value            |       |                                                       |                    | 25,587.23                                                                      | 25,587.23          |
| Other comprehensive income for the year                                   |       |                                                       |                    | 8,701.25                                                                       | 8,701.25           |
| <b>Total comprehensive income for the year</b>                            |       | <b>9,920.00</b>                                       | <b>39,706.26</b>   | <b>21,296.64</b>                                                               | <b>70,922.90</b>   |
| Transfer to General Reserve                                               |       | —                                                     | —                  | —                                                                              | —                  |
| <b>Balance as at 31.03.2024</b>                                           |       | <b>1,35,466.00</b>                                    | <b>5,26,941.30</b> | <b>15,471.00</b>                                                               | <b>6,77,878.30</b> |
| Profit for the year                                                       |       |                                                       | 26,182.11          |                                                                                | 26,182.11          |
| Transfer to Reserve Fund from Statement of Profit & Loss                  |       | 14,000.00                                             | (14,000.00)        |                                                                                | —                  |
| Transfer to Contingent Provision against Standard Assets                  |       |                                                       | (371.76)           |                                                                                | (371.76)           |
| Transfer from Equity Investment Reserve to Profit & Loss upon realisation |       |                                                       | 40,334.14          | (40,334.14)                                                                    | —                  |
| Profit on Sale of Non Current Investment Carried at Fair Value            |       |                                                       |                    | 34,067.69                                                                      | 34,067.69          |
| Other comprehensive income for the year                                   |       |                                                       |                    | (12,214.96)                                                                    | (12,214.96)        |
| <b>Total comprehensive income for the year</b>                            |       | <b>14,000.00</b>                                      | <b>52,144.49</b>   | <b>(18,481.41)</b>                                                             | <b>47,663.08</b>   |
| Transfer to General Reserve                                               |       | —                                                     | —                  | —                                                                              | —                  |
| <b>Balance as at 31.03.2025</b>                                           |       | <b>1,49,466.00</b>                                    | <b>5,79,085.79</b> | <b>(3,010.41)</b>                                                              | <b>7,25,541.38</b> |

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025**

(₹ in Hundred)

| Particulars                                                                  | As at<br>2024-2025<br>₹ | As at<br>2023-2024<br>₹ |
|------------------------------------------------------------------------------|-------------------------|-------------------------|
| <b>CASH FLOW FROM OPERATING ACTIVITIES :</b>                                 |                         |                         |
| <b>Net Profit before tax and extraordinary items</b>                         | 44,699.59               | 47,847.12               |
| Adjusted for :                                                               |                         |                         |
| Depreciation and amortisation expense                                        | —                       | —                       |
| Interest Income                                                              | (40,736.69)             | (41,509.56)             |
| Provision for Gratuity                                                       | 274.04                  | 571.15                  |
| Profit from sale of investment                                               | (34,353.64)             | (33,048.46)             |
| Finance cost on Lease Liabilities                                            | —                       | —                       |
| <b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>                       | <b>(30,116.70)</b>      | <b>(26,139.75)</b>      |
| Adjusted for :                                                               |                         |                         |
| Increase/(decrease) in trade and other payables                              | 1,403.95                | 300.03                  |
| (Increase)/decrease in trade and other receivables                           | 43,309.18               | (7,816.93)              |
| Other Financial assets and other non-financial assets                        | —                       | —                       |
| <b>CASH GENERATED FROM OPERATIONS</b>                                        | <b>14,596.43</b>        | <b>(33,656.65)</b>      |
| Direct Taxes paid / adjusted                                                 | (16,693.66)             | (10,510.40)             |
| Cash flow before extra ordinary items                                        | (2,097.23)              | (44,167.05)             |
| <b>Net Cash Generated/(Used in) Operating Activities (A)</b>                 | <b>(2,097.23)</b>       | <b>(44,167.05)</b>      |
| <b>CASH FLOW FROM INVESTING ACTIVITIES :</b>                                 |                         |                         |
| Purchase of Investments                                                      | (9,23,811.26)           | (6,46,251.11)           |
| Sale of Investments                                                          | 10,73,662.77            | 5,58,576.70             |
| Sale of Property, Plant & Equipment                                          | —                       | —                       |
| <b>Net Cash Generated/(used in) Investing Activity (B)</b>                   | <b>1,49,851.51</b>      | <b>(87,674.41)</b>      |
| <b>CASH FLOW FROM FINANCING ACTIVITIES :</b>                                 |                         |                         |
| Loans Given                                                                  | (9,13,000.00)           | (3,45,000.00)           |
| Loan Given Received Back                                                     | 7,27,000.00             | 3,78,450.00             |
| Interest Income                                                              | 40,736.69               | 41,509.56               |
| Finance Cost on Lease Liabilities                                            | —                       | —                       |
| <b>Net Cash Generated/(used in) Financing Activities (C)</b>                 | <b>(1,45,263.31)</b>    | <b>74,959.56</b>        |
| <b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+ B+ C)</b>        | <b>2,490.97</b>         | <b>(56,881.90)</b>      |
| <b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>                | <b>92,743.00</b>        | <b>1,49,624.90</b>      |
| <b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>                      | <b>95,233.97</b>        | <b>92,743.00</b>        |
| 01. Proceeds from long term and other borrowings are shown net of repayment. |                         |                         |
| 02. Cash and Cash equivalents represent cash and bank balances only.         |                         |                         |

In terms of our report of even date attached herewith.

**For A.K Dubey & Co.**

Chartered Accountants

Firm Registration No. 329518E

**CA Arun Kumar Dubey**

Partner

Mem. No. 057141

Place : Kolkata

Date : 30th May, 2025

For and on behalf of the Board of Directors

**Anil Jhunjunwala**

(Director)

**DIN : 00128717****Shyam Bagaria**

(Director)

**DIN : 00121949****Virendra Lal Nagar**  
(Chief Financial Officer)**Pallavi Agarwal**  
(Company Secretary)**Mem. No. : A56609**



## **NOTES TO THE FINANCIAL STATEMENT** for the year ended 31st March, 2025

### **1. CORPORATE INFORMATION**

J J Finance Corporation Limited ("the Company") is a public limited company domiciled and incorporated in India and its shares are listed with the Bombay Stock Exchange ("BSE") and with the Calcutta Stock Exchange ("CSE"), India. The registered office of the company is situated at Unit No. 14, 8th Floor, Premises No. IID/14, Action Area-IID, New Town, Rajarhat, Kolkata - 700 0156.

The financial statements were authorised for issue in accordance with a resolution passed by the Board of Directors on 30th May 2025.

### **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### **2.1 Basis of preparation**

The financial statements have been prepared in accordance with Indian Accounting Standards ('Ind AS') as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of the Companies Act, 2013 ('the Act') in conformity with generally accepted accounting principles in India and other relevant provisions of the Act.

The financial statements have been prepared on a historical cost basis, except for certain financial assets and liabilities which have been measured at fair value (refer accounting policy regarding financial instruments).

The financial statements are presented in Indian Rupees ("INR" or "₹").

#### **2.2 Estimates and Judgements**

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions effect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these financial statements have been disclosed in Note 2.14. Accounting estimates could change from period to period. Actual results may differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

#### **2.3 Property, Plant and Equipment**

Freehold land is carried at cost. All other items of property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment loss, if any.

The cost of an item of property, plant and equipment comprises of its purchase price, any costs directly attributable to its acquisition and an initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which the company incurs when the item is acquired. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Depreciation on property, plant and equipment is calculated using the straight-line method. The useful lives estimated for the major classes of property, plant and equipment are as follows:



## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)

| Class of property, plant and equipment | Useful life (in years)<br>As per Companies Act, 2013 | Useful life (in years)<br>as followed by the Company |
|----------------------------------------|------------------------------------------------------|------------------------------------------------------|
| Plant & Machineries                    | 15, 22 Years                                         | 15, 22 Years                                         |
| Office Equipment                       | 5 Years                                              | 5 Years                                              |
| Electrical Installations               | 10 years                                             | 10 years                                             |
| Data Processing Machines               | 3 Years                                              | 3 Years                                              |
| Vehicles                               | 8 Years                                              | 8 Years                                              |
| Furniture & Fixtures                   | 10 Years                                             | 10 Years                                             |

The useful lives have been determined based on technical evaluation done by the management's experts, which in some cases may differ from the lives as specified by Schedule II to the Companies Act, 2013. The residual values are not more than 5% of the original cost of acquisition of the asset including the assets as on the date of transition. The asset's residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset is included in the statement of profit and loss when the asset is derecognised.

### 2.4 Cash and Cash Equivalent

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits maturing within twelve months from the date of Balance Sheet, which are subject to an insignificant risk of changes in value.

### 2.5 Financial Instruments

#### A. *Financial Instruments -Initial recognition and measurement*

Financial assets and financial liabilities are recognised in the company's statement of financial position when the company becomes a party to the contractual provisions of the instrument. The company determines the classification of its financial assets and liabilities at initial recognition. All financial assets are recognised 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.

#### B.1. *Financial assets –Subsequent measurement*

The Subsequent measurement of financial assets depends on their classification which is as follows:

##### a. Financial assets at fair value through profit or loss

Financial assets at fair value through profit and loss include financial assets held for sale in the near term and those designated upon initial recognition at fair value through profit or loss.

##### b. Financial assets measured at amortised cost

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Trade receivables do not carry any interest and are stated at their nominal value as reduced by appropriate allowance for estimated irrecoverable amounts based on the ageing of the receivables balance and historical experience. Additionally, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively. Individual trade receivables are written off when management deems them not to be collectible.



**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)**

c. **Financial assets at fair value through OCI**

All equity investments, except investments in subsidiaries, joint ventures and associates, falling within the scope of Ind AS 109, are measured at fair value through Other Comprehensive Income (OCI). The company makes an irrevocable election on an instrument-by-instrument basis to present in other comprehensive income subsequent changes in the fair value. The classification is made on initial recognition and is irrevocable.

If the company decides to designate an equity instrument at fair value through OCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI.

**B.2. Financial assets –Derecognition**

The company derecognises a financial asset when the contractual rights to the cash flows from the assets expire or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset.

Upon derecognition of equity instruments designated at fair value through OCI, the associated fair value changes of that equity instrument is transferred from OCI to Retained Earnings.

**C.1. Financial liabilities – Subsequent measurement**

The Subsequent measurement of financial liabilities depends on their classification which is as follows:

a. **Financial liabilities at fair value through profit or loss**

Financial liabilities at fair value through profit or loss include financial liabilities held for trading, if any.

b. **Financial liabilities measured at amortised cost**

Interest bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate method (EIR). Amortised cost is calculated by taking into account any discount or premium on acquisition and fee or costs that are integral part of the EIR. The EIR amortised is included in finance costs in the statement of profit and loss.

**C.2. Financial liabilities – Derecognition**

A financial liability is derecognised when the obligation under the liability is discharged or expires.

**D. Offsetting financial instruments**

Financial assets and financial liabilities are offset and the net amount reported in the statement of financial position, if and only if, there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

**E. Fair value measurement**

The company measures certain financial instruments at fair value at each reporting date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the assets or liability or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to the company.

The company uses valuation technique that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.



## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)

### 2.6 Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is received. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes, duties or other charges collected on behalf of the government/authorities.

The specific recognition criteria for the various types of the company's activities are described below:

#### **Interest income**

Interest on Loan is recognised using the effective interest rate method. The effective interest rate is that rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. While calculating the effective interest rate, the company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

#### **Dividends**

Revenue is recognised when the Company's right to receive the payment is established.

#### **Other Income**

Other Income is accounted for on accrual basis except, where the receipt of income is uncertain.

### 2.7 Employee benefits

#### **Short Term employee benefits**

Liabilities for wages, salaries and other employee benefits that are expected to be settled within twelve months of rendering the service by the employees are classified as short-term employee benefits. Such short-term employee benefits are measured at the amounts expected to be paid when the liabilities are settled.

#### **Post-employment benefits**

##### **(a) Defined benefit plans**

The liabilities recognised in the balance sheet in respect of defined benefit plan is the value of the defined benefit obligation related to gratuity at the end of the year.

The liabilities in respect of defined benefit plan related to gratuity is calculated on accrual basis at the end of every year and net changes in the liability is included in employee benefit expense in the statement of profit and loss.

Payment related to defined benefit plan related to gratuity is included in employee benefit expenses in the statement of profit & loss.

### 2.8 Leases

A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

#### **Company as a Lessee**

The Company recognises right-to-use asset representing its right to use the underlying asset for the lease term at the lease commencement date. The cost of the right-to-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located. The right-to-use assets is subsequently measured at cost less any accumulated amortisation, accumulated impairment losses, if any

**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)**

and adjusted for any remeasurement of the lease liability. The right-to-use assets is amortised from the commencement date of lease over the period of lease term or useful life of right-to-use asset.

Right-to-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognised in the statement of profit and loss.

The Company has elected not to apply the requirements of Ind AS 116 "Leases" to short term leases of all assets that have a lease term of 12 months or less and leases for which the underlying assets is of low value. The lease payments associated with these leases are recognized as an expense on a straight-line basis over the lease term.

The Company recorded the lease liability at the present value of total remaining lease payments discounted at the incremental borrowing rate as on the date of commencement of lease. The lease liability is amortised during the period of lease. Payment against lease is divided into repayment of lease liabilities and interest cost on lease liabilities.

**Company as a Lessor**

At the inception of the lease the Company classifies each of its leases as either an operating lease or a finance lease. The Company recognises lease payments received under operating leases as income on a straight-line basis over the lease term. In case of a finance lease, finance income is recognised over the lease term based on a pattern reflecting a constant periodic rate of return on the lessor's net investment in the lease.

**2.9 Taxes****Current Tax**

The current tax expense for the period is determined as the amount of tax payable in respect of taxable income for the period, based on the applicable income tax rates.

Current tax relating to items recognised in other comprehensive income or equity is recognised in other comprehensive income or equity, respectively.

**Deferred Tax**

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised for all deductible temporary differences and, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, the carry forward of unused tax credits and unused tax losses can be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted at the reporting date.

Deferred tax relating to items recognised in other comprehensive income or equity is recognised in other comprehensive income or equity, respectively.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities.

**2.10 Provisions, Contingent Liabilities and Contingent Assets**

A provision is recognised when the company has present determined obligations as a result of past events an outflow of resources embodying economic benefits will be required to settle the obligations. Provisions are recognised at the best estimate of the expenditure required to settle the present obligation at the balance sheet date.



## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)

If the effect of the time value of money is material, provisions are discounted using a current pre tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

A Contingent liability is not recognised but disclosed in the notes to the accounts, unless the probability of an outflow of resources is remote.

A contingent asset is generally neither recognised nor disclosed.

### 2.11 Earnings per share

The Basic earnings per share (EPS) is calculated by dividing the net profit or loss for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating Diluted earnings per share, the net profit or loss for the year attributable to the equity shareholders and the weighted average number of equity shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

### 2.12 Dividends

Provision is made for the amount of any dividend declared, being appropriately authorised and no longer at the discretion of the company, on or before the end of the reporting period but not distributed at the end of the reporting period.

### 2.13 Impairment of assets

The company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an assets or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used.

Impairment losses of continuing operations are recognised in the statement of profit and loss.

### 2.14 Critical accounting estimates:

#### ***Property, plant and equipment***

Property, plant and equipment represent a considerable proportion of the asset base of the Company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual values of company's assets are determined by management at the time the asset is acquired and reviewed periodically, including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technology.

#### ***Recoverability of Trade Receivable/Advances and provision for the same***

Judgements are required in assessing the recoverability of overdue trade receivables and advances and determining whether a provision against those receivables and advances is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

**J. J. FINANCE CORPORATION LIMITED**

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**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)**

(₹ in Hundred)

| Particulars                                                                                                                                                                                     | As at<br>31.03.2025<br>₹ | As at<br>31.03.2024<br>₹ |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------|--------------------------|
| <b>3 FINANCIAL ASSETS</b>                                                                                                                                                                       |                          |                          |
| <b>3.1 CASH AND CASH EQUIVALENTS</b>                                                                                                                                                            |                          |                          |
| Cash in Hand                                                                                                                                                                                    | 452.03                   | 452.03                   |
| Balance with Scheduled Banks in Current Account                                                                                                                                                 | 94,781.94                | 92,290.97                |
|                                                                                                                                                                                                 | <b>95,233.97</b>         | <b>92,743.00</b>         |
| <b>3.2 RECEIVABLES</b>                                                                                                                                                                          |                          |                          |
| <b>3.2.1 Trade Receivables</b>                                                                                                                                                                  |                          |                          |
| <b>Unsecured</b>                                                                                                                                                                                |                          |                          |
| - Considered Good                                                                                                                                                                               | 2,669.46                 | 6,957.99                 |
| - Credit Impaired                                                                                                                                                                               | —                        | —                        |
|                                                                                                                                                                                                 | <b>2,669.46</b>          | <b>6,957.99</b>          |
| Note: For Disclosure of Trade Receivables Ageing, refer note 18.                                                                                                                                |                          |                          |
| <b>3.2.2 Other Receivables</b>                                                                                                                                                                  |                          |                          |
| <b>Unsecured</b>                                                                                                                                                                                |                          |                          |
| - Considered Good                                                                                                                                                                               | 6.75                     | 39,027.40                |
| - Credit Impaired                                                                                                                                                                               | —                        | —                        |
|                                                                                                                                                                                                 | <b>6.75</b>              | <b>39,027.40</b>         |
| Note: For Disclosure of Other Receivables Ageing, refer note 19.                                                                                                                                |                          |                          |
| <b>3.3 LOANS</b>                                                                                                                                                                                |                          |                          |
| (Unsecured, considered good)                                                                                                                                                                    |                          |                          |
| At Amortised Cost                                                                                                                                                                               |                          |                          |
| Repayable on Demand                                                                                                                                                                             |                          |                          |
| - To a Related Party                                                                                                                                                                            | 5,49,650.00              | 3,63,650.00              |
| - To Others                                                                                                                                                                                     | —                        | —                        |
|                                                                                                                                                                                                 | <b>5,49,650.00</b>       | <b>3,63,650.00</b>       |
| Entire loan (100%) of current & previous year has been given to a related party, J J Automotive Pvt Ltd (borrower) in which two of its directors are also the Director of the Company (lender). |                          |                          |



## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)

(₹ in Hundred)

| Particulars                                                                                             | Face Value<br>₹ | As at<br>31.03.2025<br>₹ | As at<br>31.03.2024<br>₹ |
|---------------------------------------------------------------------------------------------------------|-----------------|--------------------------|--------------------------|
| <b>3.4 INVESTMENTS IN SHARES &amp; SECURITIES</b><br>(At Fair Value Through Other Comprehensive Income) |                 |                          |                          |
| <b>3.4.1 In Fully paid up Equity Shares of Companies:</b>                                               |                 |                          |                          |
| <b>i) Quoted :</b>                                                                                      |                 |                          |                          |
| Wopolin Plastics Limited - (Formerly : Bajaj Plastics Limited) [6000 (31.03.2024- 6000)]                | 10/-            | 256.20                   | 256.20                   |
| Ceeta Industries Limited [1000 (31.03.2024- 1000)]                                                      | 10/-            | 430.00                   | 323.50                   |
| Thanjavur Textiles Limited [1000 (31.03.2024- 1000)]                                                    | 10/-            | 140.00                   | 140.00                   |
| AJR Infra And Tolling Ltd. [100000 (31.03.2024- 100000)]                                                | 1/-             | 700.00                   | 700.00                   |
| Pradeep Drugs Co. Limited [1050 (31.03.2024- 1050)]                                                     | 10/-            | 16.28                    | 16.28                    |
| Recron Synthetics Limited (Formely Raymond Synthetics Limited) [500 (31.03.2024- 500)]                  | 2/-             | 43.50                    | 43.50                    |
| Nageswar Investment Limited [30000 (31.03.2024- 30000)]                                                 | 10/-            | 12,000.00                | 12,000.00                |
| Navcom Oil Products Limited [500 (31.03.2024- 500)]                                                     | 10/-            | 223.30                   | 223.30                   |
| Adani Energy Solution Limited [400 (31.03.2024- NIL)]                                                   | 1/-             | 3,488.00                 | 1,129.37                 |
| Adani Total Gas Limited [200 (31.03.2024- 100)]                                                         | 1/-             | 1,205.20                 | 926.55                   |
| Adani Enterprises Limited [NIL (31.03.2024- 300)]                                                       | 1/-             | —                        | 159.86                   |
| Adani Wilmar Limited [ NIL (31.03.2024- 400) ]                                                          | 2/-             | —                        | 1,285.60                 |
| LTI Mindtree Limited [NIL (31.03.2024- 10)]                                                             | 1/-             | —                        | 740.76                   |
| L & T Finance & Holdings Limited [500 (31.03.2024- 500)]                                                | 0.05/-          | 766.10                   | 791.25                   |
| Reliance Infrastructure Limited [500 (31.03.2024- 3000)]                                                | 10/-            | 1,293.20                 | 8,128.50                 |
| Reliance Power Limited [3000 (31.03.2024- NIL)]                                                         | 10/-            | 1,289.40                 | 847.50                   |
| JIO Financial Service Ltd. [1000 (31.03.2024- 1500)]                                                    | 10/-            | 2,275.10                 | 5,306.25                 |
| Bharti Airtel Limited [NIL (31.03.2024- 59)]                                                            | 1/-             | —                        | 61.43                    |
| HCL Technologies Limited [NIL (31.03.2024- 400)]                                                        | 1/-             | —                        | 3,087.10                 |
| Hindustan Unilever Limited [NIL (31.03.2024- 200)]                                                      | 5/-             | —                        | 4,528.70                 |
| Infosys Limited [NIL (31.03.2024- 100)]                                                                 | 2/-             | —                        | 1,498.05                 |
| Tata Technologies Ltd. [500 (31.03.2024- NIL)]                                                          | 2/-             | 3,399.50                 | 4,082.40                 |
| Tata Communications Ltd [100 (31.03.2024- 100)]                                                         | 10/-            | 1,578.20                 | 2,010.40                 |
| The Tata Power Company Limited [NIL(31.03.2024- 500)]                                                   | 5/-             | —                        | 1,971.00                 |
| ICICI Prudential Bharat Consumption Fund [NIL (31.03.2024- 1000)]                                       | 10/-            | —                        | 998.30                   |
| Gensol Engineering Ltd. [500 (31.03.2024- NIL)]                                                         | 10/-            | 922.50                   | 6,168.75                 |
| Larson & Toubro Limited [200 (31.03.2024- NIL)]                                                         | 1/-             | 6,984.60                 | 2,070.15                 |
| HDFC Bank Ltd. [NIL (31.03.2024- 3000)]                                                                 | 1/-             | —                        | 43,437.00                |
| Nestle India Limited [100 (31.03.2024- NIL)]                                                            | 10              | 2,250.75                 | 524.47                   |
| HDFC Asset Management Co Ltd. [NIL (31.03.2024- 15)]                                                    | 5/-             | —                        | 563.12                   |
| IdeaForge Technology Ltd. [NIL(31.03.2024- 1000)]                                                       | 10/-            | —                        | 6,876.50                 |
| GAIL [NIL (31.03.2024- 1000)]                                                                           | 10/-            | —                        | 1,810.50                 |
| NTPC Ltd [NIL (31.03.2024- 500)]                                                                        | 10/-            | —                        | 1,679.00                 |
| ONGC Ltd. [500 (31.03.2024- NIL)]                                                                       | 5/-             | 1,231.90                 | 2,680.50                 |
| Nippon India ETF Nifty Bees [750 (31.03.2024- NIL)]                                                     | 2/-             | 1,980.45                 | 1,223.85                 |
| Nippon Silver Bees [NIL (31.03.2024- 15000)]                                                            | 10/-            | —                        | 10,908.00                |
| Power Grid Corporation [NIL (31.03.2024- 1000)]                                                         | 10/-            | —                        | 2,769.00                 |
| Nippon India Mutual Fund ETF Bank Bees [900 (31.03.2024- NIL)]                                          | 10/-            | 4,760.28                 | 2,859.96                 |
| Motilal Oswal Nifty MidCap 100 ETF [NIL (31.03.2024- 5000)]                                             | 10/-            | —                        | 2,551.50                 |
| Tata Consultancy Services Limited [NIL (31.03.2024- 1)]                                                 | 10/-            | —                        | 38.76                    |

**J. J. FINANCE CORPORATION LIMITED**

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**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)**

(₹ in Hundred)

| Particulars                                                         | Face Value<br>₹ | As at<br>31.03.2025<br>₹ | As at<br>31.03.2024<br>₹ |
|---------------------------------------------------------------------|-----------------|--------------------------|--------------------------|
| Proctor & Gamble Health Ltd. [NIL (31.03.2024- 2)]                  | 10/-            | —                        | 94.20                    |
| Tech Mahindra Limited [NIL (31.03.2024- 100)]                       | 10/-            | —                        | 1,248.10                 |
| Motilal Oswal Nifty 50 ETF [NIL (31.03.2024- 2000)]                 | 7/-             | —                        | 4,500.40                 |
| Motilal Oswal Nasdaq 100 ETF [NIL (31.03.2024- 2000)]               | 1/-             | —                        | 2,975.80                 |
| Proctor & Gamble Hygiene and Health Care Ltd. [NIL (31.03.2024- 2)] | 10/-            | —                        | 338.57                   |
| Avadh Sugar Limited [NIL (31.03.2024- 50)]                          | 10/-            | —                        | 265.53                   |
| Landmark Cars Ltd. [100 (31.03.2024- 100)]                          | 5/-             | 375.95                   | 734.00                   |
| Hero Motocorp Ltd. [NIL (31.03.2024- 10)]                           | 1/-             | —                        | 472.23                   |
| Titan Company Ltd. [NIL (31.03.2024-10)]                            | 10/-            | —                        | 380.18                   |
| Bajaj Finance Ltd. [NIL (31.03.2024- 100)]                          | 1/-             | —                        | 7,245.25                 |
| Jsw Steel Limited [NIL (31.03.2024- 10)]                            | 10/-            | —                        | 83.02                    |
| Ujjivan Small Finance Bank Ltd. [1000 (31.03.2024- 1000)]           | 10/-            | 344.10                   | 443.00                   |
| Websol Energy System Ltd. [2200 (31.03.2024- 4000)]                 | 10/-            | 26,269.10                | 19,412.00                |
| Bandhan Bank Ltd. [2500 (31.03.2023- 2500)]                         | 10/-            | 3,657.00                 | 4,500.00                 |
| Balrampur Chini Mills Ltd. [ 2200 (31.03.2024- NIL)]                | 2/-             | 12,045.00                | 361.95                   |
| FSN E-Commerce Ventures Ltd. [NIL (31.03.2024- 1710)]               | 10/-            | —                        | 2,769.35                 |
| InterGlobe Aviation Limited [50 (31.03.2024- 210)]                  | 10/-            | 2,557.68                 | 7,452.17                 |
| GMR Airport Infrastructure Limited [4000 (31.03.2024- 3000)]        | 1/-             | 3,029.20                 | 2,448.00                 |
| Indian Energy Exchange Ltd. [NIL (31.03.2024- 2000)]                | 1/-             | —                        | 2,687.00                 |
| ITC Ltd. [1000 (31.03.2024- 2010)]                                  | 1/-             | 4,097.50                 | 8,609.84                 |
| ITC Hotel Ltd [100 (31.03.2024-NIL)]                                | 1/-             | 197.51                   | —                        |
| Shree Digvijay Cement Company Limited [2000 (31.03.2024- 2000)]     | 10/-            | 1,365.80                 | 1,944.00                 |
| Voltas Limited [NIL (31.03.2024- 47)]                               | 1/-             | —                        | 518.67                   |
| Cochin Shipyard Ltd. [NIL (31.03.2024- 100)]                        | 5/-             | —                        | 871.80                   |
| NHPC Limited [NIL (31.03.2024- 1000)]                               | 10/-            | —                        | 879.00                   |
| IRFC [NIL (31.03.2024- 1000)]                                       | 10/-            | —                        | 1,423.50                 |
| Vodafone Idea Ltd. [61000 (31.03.2024- 35000)]                      | 1/-             | 4,148.00                 | 4,637.50                 |
| Lupin Limited [NIL (31.03.2024-100)]                                | 2/-             | —                        | 1,616.80                 |
| Precision Camshaft Limited [NIL (31.03.2024- 1000)]                 | 10/-            | —                        | 1,980.00                 |
| Chambal Fertilizers and Chemicals Ltd. [NIL (31.03.2024- 2000)]     | 10/-            | —                        | 6,840.00                 |
| Wipro Ltd. [850 (31.03.2024- 755)]                                  | 2/-             | 2,229.13                 | 3,624.76                 |
| One 97 Communication Ltd. [NIL (31.03.2024- 200)]                   | 1/-             | —                        | 805.30                   |
| NBCC India Limited [NIL (31.03.2024- 1000)]                         | 1/-             | —                        | 1,189.00                 |
| Indian oil Corporation Limited [2000 (31.03.2024- 1000)]            | 10/-            | 2,554.00                 | 1,677.50                 |
| Ashok Leyland Ltd. [500 (31.03.2024- 500)]                          | 1/-             | 1,021.10                 | 856.25                   |
| Jaiprakash Associates Ltd. [10000 (31.03.2024- 10000)]              | 2/-             | 312.00                   | 1,795.00                 |
| New Delhi Television Ltd. [500 (31.03.2024- 500)]                   | 4/-             | 558.80                   | 1,052.75                 |
| Colgate Palmolive (India) Ltd. [NIL (31.03.2024- 10)]               | 1/-             | —                        | 271.04                   |
| Divi's Laboratories Ltd. [NIL (31.03.2024- 100)]                    | 2/-             | —                        | 3,445.30                 |
| KPIT Technologies Ltd. [NIL (31.03.2024- 5)]                        | 10/-            | —                        | 74.32                    |
| Mahindra & Mahindra Ltd. [NIL (31.03.2024- 5)]                      | 5/-             | —                        | 96.07                    |
| Marico Ltd. [ NIL (31.03.2024- 10)]                                 | 1/-             | —                        | 49.72                    |
| BSE Ltd. [15 (31.03.2024- 500)]                                     | 2/-             | 821.97                   | 12,579.50                |
| UltraTech Cement Ltd. [NIL (31.03.2024- 2)]                         | 10/-            | —                        | 194.98                   |



## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)

(₹ in Hundred)

| Particulars                                                               | Face Value<br>₹ | As at<br>31.03.2025<br>₹ | As at<br>31.03.2024<br>₹ |
|---------------------------------------------------------------------------|-----------------|--------------------------|--------------------------|
| Suzlon Energy Ltd. [NIL (31.03.2024- 2000)]                               | 2/-             | —                        | 808.00                   |
| Hindustan Copper Limited [ NIL(31.03.2024-1000)]                          | 5/-             | —                        | 2,780.50                 |
| Steel Authority of India Limited [NIL (31.03.2024- 100)]                  | 10/-            | —                        | 134.25                   |
| National Aluminium Co. Ltd. [NIL (31.03.2024- 1000)]                      | 5/-             | —                        | 1,525.50                 |
| ITD Cementation India Ltd. [NIL (31.03.2024- 500)]                        | 1/-             | —                        | 1,670.00                 |
| TVS Srichakra Ltd. [NIL (31.03.2024- 20)]                                 | 10/-            | —                        | 781.56                   |
| HindalCo. Industries Limited [NIL (31.03.2024- 300)]                      | 1/-             | —                        | 1,680.75                 |
| Housing and Urban Development Corporation Limited [NIL (31.03.2024- 250)] | 10/-            | —                        | 468.13                   |
| SJVN [NIL (31.03.2024-1500)]                                              | 10/-            | —                        | 1,821.00                 |
| Petronet LNG Ltd. [NIL (31.03.2024- 400)]                                 | 10/-            | —                        | 1,052.80                 |
| Easy Trip Planners Ltd. [15000 (31.03.2024- 5000)]                        | 1/-             | 1,756.50                 | 2,140.00                 |
| Hitech Corporation Ltd. [NIL (31.03.2024- 5000)]                          | 10/-            | —                        | 6,987.50                 |
| Subros Ltd [ NIL (31.03.2024- 90)]                                        | 2/-             | —                        | 464.00                   |
| Bharat Electrics Ltd. [NIL (31.03.2024- 250)]                             | 1/-             | —                        | 503.75                   |
| Engineers India Ltd. [NIL (31.03.2024- 500)]                              | 5/-             | —                        | 1,009.75                 |
| Britannia Industries Ltd. [NIL (31.03.2024- 2)]                           | 1/-             | —                        | 98.23                    |
| Titagarh Rail System Limited [NIL (31.03.2024- 10)]                       | 2/-             | —                        | 91.90                    |
| State Bank Of India [200 (31.03.2024- 10)]                                | 1/-             | 1,543.00                 | 75.24                    |
| Andhra Papers Limited [2500 (31.03.2024- 500)]                            | 10/-            | 1,724.50                 | 2,428.75                 |
| Bajaj Auto Ltd [150 (31.3.2024- 1)]                                       | 10/-            | 11,818.28                | 91.48                    |
| Gujrat State Fertilizer & Chemical Ltd. [500 (31.03.2024- 500)]           | 2/-             | 886.40                   | 978.25                   |
| Bharat Heavy Electricals Ltd. [NIL (31.03.2024- 1000)]                    | 2/-             | —                        | 2,473.00                 |
| Coal India Ltd. [NIL (31.03.2024- 500)]                                   | 10/-            | —                        | 2,170.50                 |
| Apollo Micro Systems Ltd [ 1250 (31.03.2024- NIL)]                        | 10/-            | 1,534.00                 | —                        |
| Archean Chemical Industries Ltd [300 (31.03.2024- NIL)]                   | 10/-            | 1,553.70                 | —                        |
| Astra Microwave Products Ltd [500 (31.03.2024- NIL)]                      | 10/-            | 3,361.75                 | —                        |
| Awfis Space Solutions Ltd [1000 (31.03.2024- NIL)]                        | 10/-            | 6,626.00                 | —                        |
| Bajaj Finserv Ltd [100 (31.03.2024- NIL)]                                 | 1/-             | 2,007.35                 | —                        |
| Bajaj Housing Finance Ltd [3000 (31.03.2024- NIL)]                        | 10/-            | 3,698.70                 | —                        |
| Bhagiradha Chemicals & Industries Ltd [1300 (31.03.2024- NIL)]            | 10/-            | 3,614.65                 | —                        |
| Bharat Dynamics Ltd [100 (31.03.2024- NIL)]                               | 5/-             | 1,281.40                 | —                        |
| Bharat Petroleum Corporation Ltd [1000 ( 31.03.2024- NIL)]                | 10/-            | 2,784.70                 | —                        |
| Bikewo Green Tech Ltd [2000 ( 31.03.2024- NIL)]                           | 10/-            | 288.00                   | —                        |
| Birla Corporation Ltd [200 (31.03.2024- NIL)]                             | 10/-            | 2,111.70                 | —                        |
| Diamond Power Infrastructure Ltd [5000 (31.03.2024- NIL)]                 | 10/-            | 4,476.50                 | —                        |
| DLF Limited [200 ( 31.03.2024- NIL)]                                      | 2/-             | 1,361.00                 | —                        |
| Edelweiss Financial Services Ltd [1500 (31.03.2024- NIL)]                 | 10/-            | 1,349.85                 | —                        |
| Eicher Motors Limited [50 (31.03.2024- NIL)]                              | 1/-             | 2,673.85                 | —                        |
| Energy Development Company Ltd [3000 (31.03.2024- NIL)]                   | 10/-            | 501.30                   | —                        |
| Hindustan Aeronautics Ltd [ 50 (31.03.2024-NIL)]                          | 10/-            | 2,088.73                 | —                        |
| Hindustan Construction Company Ltd [7000 (31.03.2024- NIL)]               | 10/-            | 1,809.50                 | —                        |
| Hindustan Petroleum Corporation Ltd [500 ( 31.03.2024- NIL)]              | 10/-            | 1,801.75                 | —                        |
| Hyundai Motor India Limited [500 ( 31.03.2024- NIL)]                      | 10/-            | 8,538.25                 | —                        |

**J. J. FINANCE CORPORATION LIMITED**

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**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)**

( ₹ in Hundred )

| Particulars                                                                | Face Value<br>₹ | As at<br>31.03.2025<br>₹ | As at<br>31.03.2024<br>₹ |
|----------------------------------------------------------------------------|-----------------|--------------------------|--------------------------|
| Indian Railways Catering & Tourism Corporation Ltd [100 (31.03.2024- NIL)] | 10/-            | 727.50                   | —                        |
| Indusind Bank Ltd [400 (31.03.2024- NIL)]                                  | 10/-            | 2,599.40                 | —                        |
| Infibeam Avenues Ltd [10000 (31.03.2024- NIL)]                             | 1/-             | 1,655.00                 | —                        |
| IRB Infrastructures Developers Ltd [2500 ( 31.03.2024- NIL ) ]             | 10/-            | 1,129.00                 | —                        |
| J G Chemicals Ltd [7369 (31.03.2024- NIL)]                                 | 10/-            | 22,121.74                | —                        |
| Laurus Labs Ltd [700 (31.03.2024- NIL )]                                   | 10/-            | 4,293.80                 | —                        |
| Laxmi Organic Industries Ltd [500 ( 31.03.2024- NIL)]                      | 10/-            | 876.25                   | —                        |
| Maruti Suzuki India Ltd [10 ( 31.03.2024- NIL)]                            | 10/-            | 1,152.22                 | —                        |
| Mazagon Dock Shipbuilders Ltd [75 ( 31.03.2024- NIL)]                      | 10/-            | 1,982.85                 | —                        |
| MSP Steel & Power Ltd [5000 (31.03.2024- NIL)]                             | 10/-            | 1,365.50                 | —                        |
| Nippon India Mutual Fund CPSE ETF [1250 (31.03.2024- NIL)]                 | 10/-            | 1,092.63                 | —                        |
| Nippon India Mutual Fund Nippon [2000 (31.03.2024- NIL)]                   | 10/-            | 811.00                   | —                        |
| Nippon India Mutual Fund Nippon [2500 (31.03.2024- NIL)]                   | 10/-            | 543.00                   | —                        |
| NMDC Ltd [1500 (31.03.2024- NIL)]                                          | 1/-             | 1,033.35                 | —                        |
| OLA Electric Mobility Ltd [2000 (31.03.2024- NIL)]                         | 10/-            | 1,061.00                 | —                        |
| Oriental Carbon & Chemical Ltd [1000 ( 1.03.2024- NIL)]                    | 10/-            | 1,580.20                 | —                        |
| PI Industries Ltd [70 (31.03.2024- NIL)]                                   | 1/-             | 2,399.74                 | —                        |
| Power Finance Corporation Ltd [500 (31.03.2024- NIL)]                      | 10/-            | 2,071.25                 | —                        |
| Premier Explosives Ltd [1000 (31.03.2024- NIL)]                            | 10/-            | 3,366.50                 | —                        |
| Protean Egov Technologies Ltd [300 (31.03.2024- NIL)]                      | 10/-            | 4,022.40                 | —                        |
| Ramkrishna Forgings Ltd [500 (31.03.2024- NIL)]                            | 10/-            | 3,866.50                 | —                        |
| RBL Bank Ltd [750 (31.03.2024- NIL)]                                       | 10/-            | 1,301.48                 | —                        |
| Reliance Industries Ltd [500 (31.03.2024- NIL)]                            | 10/-            | 6,375.50                 | —                        |
| Samvardhana Motherson International Ltd [1500 (31.03.2024- NIL)]           | 10/-            | 1,964.40                 | —                        |
| SEPC Ltd [5000 (31.03.2024- NIL)]                                          | 10/-            | 703.00                   | —                        |
| Shrydus Industries Ltd [2000 (31.03.2024- NIL)]                            | 10/-            | 86.60                    | —                        |
| Sumit Woods Ltd [1000 (31.03.2024- NIL)]                                   | 10/-            | 947.00                   | —                        |
| Tata Motors Ltd [1000 (31.03.2024- NIL)]                                   | 10/-            | 6,744.50                 | —                        |
| Tata Steel Ltd [500 (31.03.2024- NIL)]                                     | 1/-             | 771.20                   | —                        |
| The Phoenix Mills Ltd [300 (31.03.2024- NIL)]                              | 10/-            | 4,929.90                 | —                        |
| Vedanta Ltd [1000 (31.03.2024- Nil)]                                       | 1/-             | 4,634.00                 | —                        |
| Zomato Ltd [7700 (31.03.2024- NIL)]                                        | 1/-             | 15,530.90                | —                        |
| Zuari Agro Chemicals Ltd [1000 (31.03.2024- NIL)]                          | 10/-            | 1,825.80                 | —                        |
|                                                                            |                 | <b>2,89,574.73</b>       | <b>2,85,112.98</b>       |



## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)

(₹ in Hundred)

| Particulars                                                                                   | Face Value<br>₹ | As at<br>31.03.2025<br>₹ | As at<br>31.03.2024<br>₹ |
|-----------------------------------------------------------------------------------------------|-----------------|--------------------------|--------------------------|
| <b>3.4 INVESTMENTS (Contd.)</b>                                                               |                 |                          |                          |
| ii) Unquoted :                                                                                |                 |                          |                          |
| Chitrakoot Properties Limited [4500 (31.03.2024- 4500)]                                       | 10/-            | 3,692.25                 | 3,249.00                 |
|                                                                                               |                 | <b>3,692.25</b>          | <b>3,249.00</b>          |
| <b>Investment in shares (a)</b>                                                               |                 | <b>2,93,266.98</b>       | <b>2,88,361.98</b>       |
| <b>3.4.2 MUTUAL FUNDS</b>                                                                     |                 |                          |                          |
| UTI Flexi Cap Fund [8217 (31.03.2024- 8217)]                                                  |                 | 24,720.48                | 22,249.04                |
| PGIM India Midcap Opportunities Fund [51319 (31.03.2024- 51319)]                              |                 | 29,826.58                | 27,619.87                |
| HDFC Liquid Fund - Growth [3647.49 (31.03.2021- Nil)]                                         |                 | —                        | 1,07,305.05              |
| <b>Investment in Mutual Fund (b)</b>                                                          |                 | <b>54,547.06</b>         | <b>1,57,173.96</b>       |
| <b>Total Investment in shares &amp; securities (a+b)</b>                                      |                 | <b>3,47,814.04</b>       | <b>4,45,535.96</b>       |
| <b>Note:</b>                                                                                  |                 |                          |                          |
| <i>Unit of Investment in shares is in Number</i>                                              |                 |                          |                          |
| <i>Listed mutual funds tradeable in stock exchanges have been grouped with listed shares.</i> |                 |                          |                          |
| Aggregate amount of Quoted Investments and market value thereof                               |                 | 3,44,121.79              | 4,42,286.96              |
| Aggregate amount of Unquoted Investments                                                      |                 | 3,692.25                 | 3,249.00                 |
| <b>3.5 OTHER FINANCIAL ASSETS</b>                                                             |                 |                          |                          |
| Security Deposit                                                                              |                 | <b>132.36</b>            | <b>132.36</b>            |
| <b>4.0 NON - FINANCIAL ASSETS</b>                                                             |                 |                          |                          |
| <b>4.1 CURRENT TAX ASSETS (NET)</b>                                                           |                 |                          |                          |
| Income Tax advances (Net of Provisions)                                                       |                 | —                        | —                        |
|                                                                                               |                 | —                        | —                        |
| <b>4.2 DEFERRED TAX ASSETS (NET)</b>                                                          |                 |                          |                          |
| Deferred Tax Asset/(Liability) relating to:                                                   |                 | —                        | —                        |
| - Depreciation on Property, Plant and Equipment                                               |                 | (73.11)                  | —                        |
| - Income Tax Base of Equity Instruments                                                       |                 | —                        | —                        |
| - Equity Instruments measured at Fair Value                                                   |                 | 2,658.53                 | —                        |
| - Employee Benefits- Gratuity                                                                 |                 | 544.50                   | —                        |
| - Unabsorbed Losses                                                                           |                 | 395.99                   | —                        |
|                                                                                               |                 | <b>3,525.91</b>          | —                        |

**J. J. FINANCE CORPORATION LIMITED**

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**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)****4.3 PROPERTY, PLANT & EQUIPMENT****FOR FY 2024-25**

FOR FY 2024-25

| PARTICULARS             | GROSS CARRYING VALUE |          |                     | DEPRECIATION       |                 |                            | NET CARRYING VALUE |                     |                     |
|-------------------------|----------------------|----------|---------------------|--------------------|-----------------|----------------------------|--------------------|---------------------|---------------------|
|                         | As at<br>31.03.2024  | Addition | As at<br>31.03.2025 | Upto<br>31.03.2024 | For the<br>Year | Adjustment/<br>(Deduction) | Upto<br>31.03.2025 | As at<br>31.03.2025 | As at<br>31.03.2024 |
|                         | ₹                    | ₹        | ₹                   | ₹                  | ₹               | ₹                          | ₹                  | ₹                   | ₹                   |
| TANGIBLE                |                      |          |                     |                    |                 |                            |                    |                     |                     |
| Land (Freehold)         | -                    | -        | -                   | -                  | -               | -                          | -                  | -                   | -                   |
| Plant and Machinery :   |                      |          |                     |                    |                 |                            |                    |                     |                     |
| - Wind Mill             | -                    | -        | -                   | -                  | -               | -                          | -                  | -                   | -                   |
| - Others                | 3.33                 | -        | 3.33                | -                  | -               | -                          | -                  | 3.33                | 3.33                |
| Office Equipments       | 168.22               | -        | 168.22              | -                  | -               | -                          | -                  | 168.22              | 168.22              |
| Electrical Installation | 0.01                 | -        | 0.01                | -                  | -               | -                          | -                  | 0.01                | 0.01                |
| Data Processing Machine | 164.13               | -        | 164.13              | -                  | -               | -                          | -                  | 164.13              | 164.13              |
| Vehicles                | -                    | -        | -                   | -                  | -               | -                          | -                  | -                   | -                   |
| Furniture & Fixtures    | 0.01                 | -        | 0.01                | -                  | -               | -                          | -                  | 0.01                | 0.01                |
| Total                   | 335.70               | -        | 335.70              | -                  | -               | -                          | -                  | 335.70              | 335.70              |

( ₹ in Hundred )

**FOR FY 2023-24**

FOR FY 2023-24

| PARTICULARS             | GROSS CARRYING VALUE |          |                     | DEPRECIATION       |                 |                            |                    | NET CARRYING VALUE  |                     |
|-------------------------|----------------------|----------|---------------------|--------------------|-----------------|----------------------------|--------------------|---------------------|---------------------|
|                         | As at<br>31.03.2023  | Addition | As at<br>31.03.2024 | Upto<br>31.03.2023 | For the<br>Year | Adjustment/<br>(Deduction) | Upto<br>31.03.2024 | As at<br>31.03.2024 | As at<br>31.03.2023 |
|                         | ₹                    | ₹        | ₹                   | ₹                  | ₹               | ₹                          | ₹                  | ₹                   | ₹                   |
| TANGIBLE                |                      |          |                     |                    |                 |                            |                    |                     | ₹                   |
| Land (Freehold)         | -                    | -        | -                   | -                  | -               | -                          | -                  | -                   | -                   |
| Plant and Machinery :   |                      |          |                     |                    |                 |                            |                    |                     |                     |
| - Wind Mill             | -                    | -        | -                   | -                  | -               | -                          | -                  | -                   | -                   |
| - Others                | 3.33                 | -        | 3.33                | -                  | -               | -                          | -                  | 3.33                | 3.33                |
| Office Equipments       | 168.22               | -        | 168.22              | -                  | -               | -                          | -                  | 168.22              | 168.22              |
| Electrical Installation | 0.01                 | -        | 0.01                | -                  | -               | -                          | -                  | 0.01                | 0.01                |
| Data Processing Machine | 164.13               | -        | 164.13              | -                  | -               | -                          | -                  | 164.13              | 164.13              |
| Vehicles                | -                    | -        | -                   | -                  | -               | -                          | -                  | -                   | -                   |
| Furniture & Fixtures    | 0.01                 | -        | 0.01                | -                  | -               | -                          | -                  | 0.01                | 0.01                |
| Total                   | 335.70               | -        | 335.70              | -                  | -               | -                          | -                  | 335.70              | 335.70              |

( ₹ in Hundred )



## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)

(₹ in Hundred)

| Particulars                                        | As at<br>31.03.2025<br>₹ | As at<br>31.03.2024<br>₹ |
|----------------------------------------------------|--------------------------|--------------------------|
| <b>4.4 OTHER NON-FINANCIAL ASSETS</b>              |                          |                          |
| Prepaid Expenses                                   | —                        | —                        |
| Advance for Flat                                   | 17,958.01                | 17,958.01                |
|                                                    | <b>17,958.01</b>         | <b>17,958.01</b>         |
| <b>5 FINANCIAL LIABILITIES</b>                     |                          |                          |
| <b>5.1 OTHER FINANCIAL LIABILITIES</b>             |                          |                          |
| Outstanding Liabilities                            | 2,993.20                 | 1,732.68                 |
|                                                    | <b>2,993.20</b>          | <b>1,732.68</b>          |
| <b>6 NON-FINANCIAL LIABILITIES</b>                 |                          |                          |
| <b>6.1 PROVISIONS</b>                              |                          |                          |
| Contingent provision against Standard Assets       | 1,374.12                 | 1,002.37                 |
| Provision for Employee Benefits - Gratuity         | 2,094.23                 | 1,820.19                 |
| Income Tax Provisions (Net of Advance)             | —                        | —                        |
|                                                    | <b>3,468.35</b>          | <b>2,822.56</b>          |
| <b>6.2 DEFERRED TAX LIABILITIES (NET)</b>          |                          |                          |
| Deferred Tax (Asset)/Liability relating to:        |                          |                          |
| - Depreciation on Property, Plant and Equipment    | —                        | 71.54                    |
| - Income Tax Base of Equity Instruments            | —                        | (484.85)                 |
| - Equity Instruments measured at Fair Value        | —                        | 1,418.24                 |
| - Employee Benefits - Gratuity                     | —                        | (473.25)                 |
| - Unabsorbed Losses                                | —                        | (240.70)                 |
|                                                    | —                        | <b>290.98</b>            |
| <b>6.3 CURRENT TAX LIABILITIES (NET)</b>           |                          |                          |
| Income Tax advances (Net of Provisions)            | <b>3,088.84</b>          | <b>1,524.90</b>          |
| <b>6.4 OTHER NON-FINANCIAL LIABILITIES</b>         |                          |                          |
| Statutory Dues                                     | <b>234.43</b>            | <b>91.00</b>             |
| <b>7 EQUITY</b>                                    |                          |                          |
| <b>7.1 EQUITY SHARE CAPITAL</b>                    |                          |                          |
| <b>Authorised :</b>                                |                          |                          |
| 6000000 Equity shares of ₹ 10/- each               | <b>6,00,000.00</b>       | <b>6,00,000.00</b>       |
| <b>Issued, Subscribed and Paid up :</b>            |                          |                          |
| 2820000 Equity shares of ₹ 10/- each fully paid up | <b>2,82,000.00</b>       | <b>2,82,000.00</b>       |


**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)**
**Notes:**

- a) **The reconciliation of the number and amount of equity shares outstanding.** (₹ in Hundred except per Share Data)

| Equity Shares                      | As at 31.03.2025 |                    | As at 31.03.2024 |                    |
|------------------------------------|------------------|--------------------|------------------|--------------------|
|                                    | No. of Shares    | ₹                  | No. of Shares    | ₹                  |
| Opening balance                    | 28,20,000        | 2,82,000.00        | 28,20,000        | 2,82,000.00        |
| Add: Shares issued during the year | —                | —                  | —                | —                  |
| <b>Closing Balance</b>             | <b>28,20,000</b> | <b>2,82,000.00</b> | <b>28,20,000</b> | <b>2,82,000.00</b> |

- b) **Term/Rights attached to Equity Shares:**

The company has only one class of equity shares having a par value of ₹10/- per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays Dividend in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

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.

- c) The company has not issued (i) any equity shares pursuant to contract with payment being received in cash (ii) any bonus shares, or bought back any equity shares during the last five preceding financial years.
- d) **Details of shareholders holding more than 5% of the Equity Shares in the company:**

| Name of Shareholder | As at 31.03.2025 |           | As at 31.03.2024 |           |
|---------------------|------------------|-----------|------------------|-----------|
|                     | Nos.             | % holding | Nos.             | % holding |
| Panna Devi Sarda    | 96074            | 3.41%     | 212499           | 7.54%     |
| Anil Jhunjhunwala   | 1276044          | 45.25%    | 1248837          | 44.29%    |
| Vedika Jhunjhunwala | 221940           | 7.87%     | 221940           | 7.87%     |
| Vidhi Beri          | 224599           | 7.96%     | 224599           | 7.96%     |

- e) **Details of shares held by promoters at the end of the year.**

| Promoter Name       | As at 31.03.2025 |           | As at 31.03.2024 |           | % Change during the year |
|---------------------|------------------|-----------|------------------|-----------|--------------------------|
|                     | No. of Shares    | % holding | No. of Shares    | % holding |                          |
| ANIL JHUNJHUNWALA   | 1276044          | 45.25%    | 1248837          | 44.29%    | 0.96%                    |
| ANITA KANOI         | 100              | 0.00%     | 100              | 0.00%     | 0.00%                    |
| VEDIKA JHUNJHUNWALA | 221940           | 7.87%     | 221940           | 7.87%     | 0.00%                    |
| VIDHI BERI          | 224599           | 7.96%     | 224599           | 7.96%     | 0.00%                    |



## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)

(₹ in Hundred)

| Particulars                                                    | As at<br>31.03.2025<br>₹ | As at<br>31.03.2024<br>₹ |
|----------------------------------------------------------------|--------------------------|--------------------------|
| a) <b>Reserve Fund - (As per RBI Guidelines)</b>               |                          |                          |
| Balance as per last Account                                    | 1,35,466.00              | 1,25,546.00              |
| Add: Transfer from Statement of Profit & loss                  | 14,000.00                | 9,920.00                 |
|                                                                | <b>1,49,466.00</b>       | <b>1,35,466.00</b>       |
| b) <b>Retained Earnings</b>                                    |                          |                          |
| <b>Surplus in the Statement of Profit and Loss</b>             |                          |                          |
| Balance as per last Account                                    | 5,26,941.30              | 4,87,235.04              |
| Add: Profit for the year                                       | 26,182.11                | 36,572.20                |
| Add: Transfer from Equity Investment Reserve upon realisation  | 40,334.14                | 12,991.84                |
| Less: Transfer to Reserve Fund                                 | (14,000.00)              | (9,920.00)               |
| Less: Transfer to Contingent Provision against Standard Assets | (371.76)                 | 62.22                    |
|                                                                | <b>5,79,085.79</b>       | <b>5,26,941.30</b>       |
| c) <b>Equity Investment Reserve</b>                            |                          |                          |
| As per last Account                                            | 15,471.00                | (5,825.64)               |
| Changes in fair value of equity instruments                    | (12,214.96)              | 8,701.25                 |
| Profit on Sale of Non Current Investment Carried at Fair Value | 34,067.69                | 25,587.23                |
| Less: Transfer to Retained Earnings upon realisation           | (40,334.14)              | (12,991.84)              |
|                                                                | <b>(3,010.41)</b>        | <b>15,471.00</b>         |
| <b>TOTAL</b>                                                   | <b>7,25,541.38</b>       | <b>6,77,878.30</b>       |

**Nature of Reserves :****Reserve Fund – (As per RBI guidelines)**

Reserve Fund represents a statutory provisions created as per the RBI guidelines applicable for NBFC Companies.

**Equity Investment Reserve**

This reserve represents the cumulative gains and losses arising on the revaluation of equity instruments measured at fair value through other comprehensive income, net off amounts reclassified to retained earnings when those assets have been disposed off.

|                         | As at<br>2024-2025<br>₹ | As at<br>2023-2024<br>₹ |
|-------------------------|-------------------------|-------------------------|
| <b>8 OTHER INCOME</b>   | —                       | —                       |
| <b>9 EXPENSES</b>       |                         |                         |
| <b>9.1 FINANCE COST</b> |                         |                         |
| Interest                | —                       | —                       |

**J. J. FINANCE CORPORATION LIMITED**

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**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)**

₹ in Hundred

|                                                     | As at<br>2024-2025<br>₹ | As at<br>2023-2024<br>₹ |
|-----------------------------------------------------|-------------------------|-------------------------|
| <b>9.2 EMPLOYEE BENEFITS EXPENSE</b>                |                         |                         |
| Salary, Wages and other allowances                  | <b>21,172.30</b>        | <b>16,878.27</b>        |
| <b>9.3 DEPRECIATION &amp; AMORTISATION EXPENSES</b> |                         |                         |
| - On Property, Plant & Equipment                    | —                       | —                       |
| - On Leased Asset                                   | —                       | —                       |
|                                                     | —                       | —                       |
| <b>9.4 OTHER EXPENSES</b>                           |                         |                         |
| Rates & Taxes                                       | 77.75                   | 81.50                   |
| Advertisement & Publicity                           | 210.68                  | 106.40                  |
| Postage & Telegram                                  | 83.63                   | 406.64                  |
| Listing Fees                                        | 4,130.00                | 4,130.00                |
| Rent                                                | 1,416.00                | 1,416.00                |
| Membership Fees                                     | 448.40                  | 448.40                  |
| Printing and stationery                             | 467.50                  | 702.78                  |
| Professional Fees                                   | 2,751.45                | 1,124.51                |
| Repair & Maintenance:                               |                         |                         |
| - To Plant and Machinery (Wind Power)               | —                       | —                       |
| - To Others                                         | 91.45                   | 91.45                   |
| Auditors' Remuneration :                            |                         |                         |
| - For Statutory Audit                               | 472.00                  | 472.00                  |
| - For Other services                                | 590.00                  | 442.50                  |
| Speculation Loss                                    | —                       | 683.62                  |
| Bank Charges                                        | 28.09                   | 3.78                    |
| STT                                                 | 1,439.71                | 1,152.53                |
| Miscellaneous Expenses                              | 311.17                  | 193.84                  |
|                                                     | <b>12,517.83</b>        | <b>11,455.96</b>        |



## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)

(₹ in Hundred)

|                             | 2024-2025<br>₹   | 2023-2024<br>₹   |
|-----------------------------|------------------|------------------|
| <b>10 TAX EXPENSE</b>       |                  |                  |
| a) <b>Current Tax</b>       |                  |                  |
| Provision For Income Tax    | 18,060.00        | 11,400.00        |
| Income Tax of Earlier Years | 197.60           | (177.93)         |
|                             | <b>18,257.60</b> | <b>11,222.07</b> |
| b) <b>Deferred Tax</b>      |                  |                  |
| Deferred Tax Adjustments    | 259.88           | 52.85            |
|                             | <b>18,517.48</b> | <b>11,274.92</b> |

(i) The major components of tax expense for the years ended 31 March 2025 and 31 March 2024 are:

|                                                                      | 2024-2025<br>₹   | 2023-2024<br>₹   |
|----------------------------------------------------------------------|------------------|------------------|
| <b>Current Tax:</b>                                                  |                  |                  |
| Current tax expenses for current year                                | 18,060.00        | 11,400.00        |
| Current tax expenses pertaining to prior periods                     | 197.60           | (177.93)         |
|                                                                      | 18,257.60        | 11,222.07        |
| Deferred tax adjustments                                             | 259.88           | 52.85            |
| Mat Credit Entitlement                                               | —                | —                |
| <b>Total tax expense reported in the statement of profit or loss</b> | <b>18,517.48</b> | <b>11,274.92</b> |

(ii) The reconciliation of estimated income tax expense at statutory income tax rate to income tax expenses reported in statement of profit and loss is as follows:

|                                                                                                    | 2024-2025<br>₹   | 2023-2024<br>₹   |
|----------------------------------------------------------------------------------------------------|------------------|------------------|
| <b>Profit before income taxes</b>                                                                  | <b>44,699.59</b> | <b>47,847.12</b> |
| At statutory income tax rate                                                                       | 26.00%           | 26.00%           |
| Expected Income Tax expenses                                                                       | 11,621.89        | 12,440.25        |
| Tax effects of adjustments to reconcile expected income tax expense to reported income tax expense |                  |                  |
| Tax expenses pertaining to prior periods                                                           | 197.60           | (177.93)         |
| Income exempt from tax                                                                             | —                | —                |
| MAT Credit Adjustment                                                                              | —                | —                |
| Non Deductible Expenses for Tax Purpose                                                            | 444.00           | 446.41           |
| Tax Adjustment as per Income Tax                                                                   | 5,985.51         | (1,531.64)       |
| Round Off                                                                                          | 8.60             | 44.98            |
| <b>Total Income Tax expenses</b>                                                                   | <b>18,257.60</b> | <b>11,222.07</b> |

**J. J. FINANCE CORPORATION LIMITED**

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**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)**

₹ in Hundred

(iii) **Significant components of net deferred tax assets and liabilities for the year ended on 31st March, 2025 is as follows:**

|                                                          | Opening<br>Balance | Recognised/<br>reversed<br>through Profit<br>and Loss | Recognised/<br>reversed<br>in other<br>comprehensive<br>income | Closing<br>Balance |
|----------------------------------------------------------|--------------------|-------------------------------------------------------|----------------------------------------------------------------|--------------------|
| <b>Deferred Tax (Assets)/Liabilities in relation to:</b> |                    |                                                       |                                                                |                    |
| - Depreciation on Property, Plant and Equipment          | 71.54              | 1.57                                                  | –                                                              | 73.11              |
| - Equity Instruments measured at Fair Value              | 1,418.24           | –                                                     | (4,076.77)                                                     | (2,658.53)         |
| - Income Tax Base of Equity Instruments                  | (484.85)           | 484.85                                                | –                                                              | –                  |
| - Employee Benefits- Gratuity                            | (473.25)           | (71.25)                                               | –                                                              | (544.50)           |
| - Unabsorbed Losses                                      | (240.70)           | (155.29)                                              | –                                                              | (395.99)           |
| <b>Net Deferred Tax (Assets)/Liabilities</b>             | <b>290.98</b>      | <b>259.88</b>                                         | <b>(4,076.77)</b>                                              | <b>(3,525.91)</b>  |

**Significant components of net deferred tax assets and liabilities for the year ended on 31st March, 2024 is as follows:**

|                                                          | Opening<br>Balance | Recognised/<br>reversed<br>through Profit<br>and Loss | Recognised/<br>reversed<br>in other<br>comprehensive<br>income | Closing<br>Balance |
|----------------------------------------------------------|--------------------|-------------------------------------------------------|----------------------------------------------------------------|--------------------|
| <b>Deferred Tax (Assets)/Liabilities in relation to:</b> |                    |                                                       |                                                                |                    |
| - Depreciation on Property, Plant and Equipment          | 69.79              | 1.75                                                  | –                                                              | 71.54              |
| - Equity Instruments measured at Fair Value              | (1,573.54)         | –                                                     | 2,991.78                                                       | 1,418.24           |
| - Income Tax Base of Equity Instruments                  | (429.16)           | (55.69)                                               | –                                                              | (484.85)           |
| - Employee Benefits- Gratuity                            | (324.75)           | (148.50)                                              | –                                                              | (473.25)           |
| - Unabsorbed Losses                                      | (495.99)           | 255.29                                                | –                                                              | (240.70)           |
| <b>Net Deferred Tax (Assets)/Liabilities</b>             | <b>(2,753.65)</b>  | <b>52.85</b>                                          | <b>2,991.78</b>                                                | <b>290.98</b>      |



## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)

### 11 EARNINGS PER SHARE

(₹ in Hundred except per Share Data)

The earning per share has been calculated as specified in Ind-AS-33 on "Earnings Per Share" prescribed by Companies (Accounting Standards) Rules, 2015 and related disclosures are as below:

#### For Calculating Basic & Diluted earnings per share

|                                                                                             | 2024-25<br>₹ | 2023-24<br>₹ |
|---------------------------------------------------------------------------------------------|--------------|--------------|
| a) Profits attributable to Equity holders of the Company                                    | 26,182.11    | 36,572.20    |
| b) Weighted Average number of equity shares used as a denominator in calculating EPS (Nos.) | 28,20,000    | 28,20,000    |
| c) Basic & Diluted EPS (a/b)                                                                | 0.93         | 1.30         |

### 12 FINANCIAL INSTRUMENTS

#### 12.1 Financial Instruments by category

The carrying value of financial instruments by categories as on 31st March, 2025 are as follows:

(₹ in Hundred)

| Particulars                        | Note Reference | Fair Value through Profit & Loss | Fair Value through OCI | Amortised Cost     | Total carrying value | Total Fair Value   |
|------------------------------------|----------------|----------------------------------|------------------------|--------------------|----------------------|--------------------|
| <b>Financial Assets</b>            |                |                                  |                        |                    |                      |                    |
| Cash & Cash Equivalents            | 3.1            | —                                | —                      | 95,233.97          | 95,233.97            | 95,233.97          |
| Trade Receivables                  | 3.2.1          | —                                | —                      | 2,669.46           | 2,669.46             | 2,669.46           |
| Other Receivables                  | 3.2.2          | —                                | —                      | 6.75               | 6.75                 | 6.75               |
| Loans                              | 3.3            | —                                | —                      | 5,49,650.00        | 5,49,650.00          | 5,49,650.00        |
| Investments                        |                |                                  |                        |                    |                      |                    |
| - Equity Instruments               | 3.4.1          | —                                | 2,93,266.98            | —                  | 2,93,266.98          | 2,93,266.98        |
| - Mutual Funds                     | 3.4.2          | —                                | 54,547.06              | —                  | 54,547.06            | 54,547.06          |
| Other financial assets             | 3.5            | —                                | —                      | 132.36             | 132.36               | 132.36             |
| <b>Total Financial Assets</b>      |                | <b>—</b>                         | <b>3,47,814.04</b>     | <b>6,47,692.54</b> | <b>9,95,506.58</b>   | <b>9,95,506.58</b> |
| <b>Financial Liabilities</b>       |                |                                  |                        |                    |                      |                    |
| Trade Payables                     | 5              | —                                | —                      | —                  | —                    | —                  |
| Lease Liability                    | 5.1            | —                                | —                      | —                  | —                    | —                  |
| Other financial liabilities        | 5.1            | —                                | —                      | 2,993.20           | 2,993.20             | 2,993.20           |
| <b>Total Financial Liabilities</b> |                | <b>—</b>                         | <b>—</b>               | <b>2,993.20</b>    | <b>2,993.20</b>      | <b>2,993.20</b>    |

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**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)**

The carrying value of financial instruments by categories as on 31st March, 2024 are as follows:

| (₹ in Hundred)                     |                |                                  |                        |                    |                      |                    |
|------------------------------------|----------------|----------------------------------|------------------------|--------------------|----------------------|--------------------|
| Particulars                        | Note Reference | Fair Value through Profit & Loss | Fair Value through OCI | Amortised Cost     | Total carrying value | Total Fair Value   |
| <b>Financial Assets</b>            |                |                                  |                        |                    |                      |                    |
| Cash & Cash Equivalents            | 3.1            | —                                | —                      | 92,743.00          | 92,743.00            | 92,743.00          |
| Trade Receivables                  | 3.2.1          | —                                | —                      | 6,957.99           | 6,957.99             | 6,957.99           |
| Other Receivables                  | 3.2.2          | —                                | —                      | 39,027.40          | 39,027.40            | 39,027.40          |
| Loans                              | 3.3            | —                                | —                      | 3,63,650.00        | 3,63,650.00          | 3,63,650.00        |
| Investments                        |                |                                  |                        |                    |                      |                    |
| - Equity Instruments               | 3.4            | —                                | 2,88,361.98            | —                  | 2,88,361.98          | 2,88,361.98        |
| - Mutual Funds                     | 3.4.2          |                                  | 1,57,173.96            |                    | 1,57,173.96          | 1,57,173.96        |
| Other financial assets             | 3.5            | —                                | —                      | 132.36             | 132.36               | 132.36             |
| <b>Total Financial Assets</b>      |                | <b>—</b>                         | <b>4,45,535.94</b>     | <b>5,02,510.75</b> | <b>9,48,046.69</b>   | <b>9,48,046.69</b> |
| <b>Financial Liabilities</b>       |                |                                  |                        |                    |                      |                    |
| Trade Payables                     | 5              | —                                | —                      |                    | —                    | —                  |
| Lease Liability                    | 5.1            | —                                | —                      | —                  | —                    | —                  |
| Other financial liabilities        | 5.1            | —                                | —                      | 1,732.68           | 1,732.68             | 1,732.68           |
| <b>Total Financial Liabilities</b> |                | <b>—</b>                         | <b>—</b>               | <b>1,732.68</b>    | <b>1,732.68</b>      | <b>1,732.68</b>    |

**Management estimations and assumptions**

- a) The management assessed that cash and cash equivalents and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.
- b) The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:
  - (i) The fair values of the quoted shares are based on price quotations at the reporting date.
  - (ii) The fair values of the unquoted equity shares have been determined based on last audited financial statements and have used Net Asset Value approach for determining the fair values.



## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)

### 12.2 Fair value hierarchy

The following table presents the fair value hierarchy of assets and liabilities measured at fair value on a recurring basis :

| ( ₹ in Hundred)        |                   |                                                                  |         |          |             |
|------------------------|-------------------|------------------------------------------------------------------|---------|----------|-------------|
| Particulars            | Note<br>Reference | Fair value measurement at end of the reporting period/year using |         |          |             |
|                        |                   | Level 1                                                          | Level 2 | Level 3  | Total       |
| As on 31st March, 2025 |                   |                                                                  |         |          |             |
| Financial Assets       |                   |                                                                  |         |          |             |
| a) Investment          |                   |                                                                  |         |          |             |
| i) In Equity Shares    | 3.4               | 2,89,574.73                                                      | –       | 3,692.25 | 2,93,266.98 |
| iii) In Mutual Funds   |                   | 54,547.06                                                        | –       | –        | 54,547.06   |
| As on 31st March, 2024 |                   |                                                                  |         |          |             |
| Financial Assets       |                   |                                                                  |         |          |             |
| a) Investment          |                   |                                                                  |         |          |             |
| i) In Equity Shares    | 3.4               | 2,85,112.98                                                      | –       | 3,249.00 | 2,88,361.98 |
| iii) In Mutual Funds   |                   | 1,57,173.96                                                      | –       | –        | 1,57,173.96 |

**Level 1:** Quoted Prices in active markets for identical assets or liabilities

**Level 2 :** Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

**Level 3 :** Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

The company's policy is to recognize transfers into and the transfers out of fair value hierarchy levels as at the end of the reporting period. There are no transfers between level 1 and level 2 during the end of the reported periods.

### 12.3 Financial Risk Management

The Company's activities expose it to various financial risks: market risk, credit risk and liquidity risk. The company tries to foresee the unpredictable nature of financial markets and seek to minimise potential adverse impact on its financial performance. The senior management of the company oversees the management of these risks. The management has additional oversight in the area of financial risks and controls. It is the Company's policy that no trading in derivatives for speculative purposes may be undertaken.

## 13 RELATED PARTY TRANSACTIONS

Related parties and transactions with them as specified in the Ind-AS 24 on "Related Parties Disclosures" prescribed under Companies (Accounting Standards) Rules, 2015 has been identified and given below on the basis of information available with the company and the same has been relied upon by the auditors.

|       |                                                                                          |
|-------|------------------------------------------------------------------------------------------|
| a)    | <b>Related Parties</b>                                                                   |
|       | <b>Particulars</b>                                                                       |
| (i)   | Enterprises where control exists Nil                                                     |
| (ii)  | Associates & Joint Ventures Nil                                                          |
| (iii) | Individual owning an interest in the voting power of the company and their relatives Nil |



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## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)

|                                                                                                                   |                                             |
|-------------------------------------------------------------------------------------------------------------------|---------------------------------------------|
| (iv) <b>Key Management Personnel and their relatives</b>                                                          |                                             |
| Anil Jhunjhunwala                                                                                                 | Director                                    |
| Shyam Bagaria                                                                                                     | Director                                    |
| Prahalad Roy Sharma                                                                                               | Chief Executive Officer (w.e.f. 01.07.2024) |
| Virendra Lal Nagar                                                                                                | Chief Financial Officer                     |
| Anujit Singh                                                                                                      | Company Secretary (Till 22.10.2024)         |
| Pallavi Agarwal                                                                                                   | Company Secretary (w.e.f. 06.11.2024)       |
| (v) <b>Enterprises over which any person referred in (iii) or (iv) is able to exercise significant influence.</b> | J.J. Automotive Private Limited             |

(₹ in Hundred)

| Nature of Transactions      | For the year ended March 31, 2025                                                                                                               |                                                                                                          | For the year ended March 31, 2024                                                                                                               |                                                                                                          |
|-----------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------|
|                             | Associates, Joint ventures and Enterprises over which Key Managerial Person and their relatives are able to exercise significant influence<br>₹ | Key Management Personnel and Individuals owning an interest in the voting power and their relatives<br>₹ | Associates, Joint ventures and Enterprises over which Key Managerial Person and their relatives are able to exercise significant influence<br>₹ | Key Management Personnel and Individuals owning an interest in the voting power and their relatives<br>₹ |
| <b>Income</b>               |                                                                                                                                                 |                                                                                                          |                                                                                                                                                 |                                                                                                          |
| Interest on Loan            | 35,306.12                                                                                                                                       |                                                                                                          | 41,441.56                                                                                                                                       |                                                                                                          |
| <b>Expense</b>              |                                                                                                                                                 |                                                                                                          |                                                                                                                                                 |                                                                                                          |
| Salary and other allowances |                                                                                                                                                 | 19,882.43                                                                                                |                                                                                                                                                 | 15,320.00                                                                                                |
| Rent                        | 1,416.00                                                                                                                                        |                                                                                                          | 1,416.00                                                                                                                                        |                                                                                                          |
| <b>Balance at Year End</b>  |                                                                                                                                                 |                                                                                                          |                                                                                                                                                 |                                                                                                          |
| Amount Receivable           |                                                                                                                                                 |                                                                                                          |                                                                                                                                                 |                                                                                                          |
| – Loan                      | 5,49,650.00                                                                                                                                     |                                                                                                          | 3,63,650.00                                                                                                                                     |                                                                                                          |
| – Interest Receivables      | –                                                                                                                                               |                                                                                                          | 37,297.40                                                                                                                                       |                                                                                                          |
| – Advance Receivables       | –                                                                                                                                               | –                                                                                                        | –                                                                                                                                               | 1,730.00                                                                                                 |
| Amount Payable              |                                                                                                                                                 |                                                                                                          |                                                                                                                                                 |                                                                                                          |
| – Salary Payable            | –                                                                                                                                               | 1,871.50                                                                                                 | –                                                                                                                                               | 841.50                                                                                                   |
| – Lease Expenses Payable    | –                                                                                                                                               | –                                                                                                        | –                                                                                                                                               | –                                                                                                        |

**14** Particulars as required in terms of Paragraph 13 of Non Banking Financial (Non - Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015 is as per annexure.

**15** The Company has not received any memorandum as required to be filed by the suppliers with the notified authority regarding registration under Micro, Small and Medium Enterprises Development Act, 2006 for claiming their status as micro, small or medium enterprises as at 31st March, 2025. Therefore, there are no dues outstanding to Micro, Small and Medium Enterprises (Previous Year: Nil).

| <b>16 Commitments</b>                                                                                                                                         |                           |                           | (₹ in Hundred) |  |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|----------------|--|
| Particulars                                                                                                                                                   | Year Ended March 31, 2025 | Year Ended March 31, 2024 |                |  |
| Estimated amount of Agreement remaining to be executed on Capital Account and not provided for, net of Advance of Rs. 17,95,801 (March 31, 2024 Rs.17,95,801) | 26,174.42                 | 26,174.42                 |                |  |


**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)**
**17 Trade Receivables Schedule**
**I. Trade Receivable Ageing as on 31-03-2025**

(₹ in Hundred)

| Sl. No | Particulars                                                                 | Outstanding for following periods from due date of payment |                   |          |          |                   |                 |
|--------|-----------------------------------------------------------------------------|------------------------------------------------------------|-------------------|----------|----------|-------------------|-----------------|
|        |                                                                             | Less than 6 months                                         | 6 months - 1 year | 1-2 year | 2-3 year | More than 3 years | Total           |
| (i)    | Undisputed Trade Receivable- Considered Good                                | 0.49                                                       |                   |          |          | 2,668.97          | 2,669.46        |
| (ii)   | Undisputed Trade Receivable- which have significant increase in credit risk |                                                            |                   |          |          |                   |                 |
| (iii)  | Undisputed Trade Receivable- credit impaired                                |                                                            |                   |          |          |                   |                 |
| (iv)   | Disputed Trade Receivable- Considered Good                                  |                                                            |                   |          |          |                   |                 |
| (v)    | Disputed Trade Receivable- which have significant increase in credit risk   |                                                            |                   |          |          |                   |                 |
| (vi)   | Disputed Trade Receivable- credit impaired                                  |                                                            |                   |          |          |                   |                 |
|        | <b>Total</b>                                                                | <b>0.49</b>                                                | <b>-</b>          | <b>-</b> | <b>-</b> | <b>2,668.97</b>   | <b>2,669.46</b> |

Payment date is specified in cases of all customers and there are no unbilled dues

**II. Trade Receivable Ageing as on 31-03-2024**

(₹ in Hundred)

| Sl. No | Particulars                                                                 | Outstanding for following periods from due date of payment |                   |                 |          |                   |                 |
|--------|-----------------------------------------------------------------------------|------------------------------------------------------------|-------------------|-----------------|----------|-------------------|-----------------|
|        |                                                                             | Less than 6 months                                         | 6 months - 1 year | 1-2 year        | 2-3 year | More than 3 years | Total           |
| (i)    | Undisputed Trade Receivable- Considered Good                                | 2,102.73                                                   |                   | 1,238.26        |          | 3,617.00          | 6,957.99        |
| (ii)   | Undisputed Trade Receivable- which have significant increase in credit risk |                                                            |                   |                 |          |                   |                 |
| (iii)  | Undisputed Trade Receivable- credit impaired                                |                                                            |                   |                 |          |                   |                 |
| (iv)   | Disputed Trade Receivable- Considered Good                                  |                                                            |                   |                 |          |                   |                 |
| (v)    | Disputed Trade Receivable- which have significant increase in credit risk   |                                                            |                   |                 |          |                   |                 |
| (vi)   | Disputed Trade Receivable- credit impaired                                  |                                                            |                   |                 |          |                   |                 |
|        | <b>Total</b>                                                                | <b>2,102.73</b>                                            | <b>-</b>          | <b>1,238.26</b> | <b>-</b> | <b>3,617.00</b>   | <b>6,957.99</b> |

Payment date is specified in cases of all customers and there are no unbilled dues

**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)****18 Other Receivables Schedule****I. Other Receivable Ageing as on 31-03-2025**

(₹ in Hundred)

| Sl. No | Particulars                                                                 | Outstanding for following periods from due date of payment |                   |          |          |                   |             |
|--------|-----------------------------------------------------------------------------|------------------------------------------------------------|-------------------|----------|----------|-------------------|-------------|
|        |                                                                             | Less than 6 months                                         | 6 months - 1 year | 1-2 year | 2-3 year | More than 3 years | Total       |
| (i)    | Undisputed Other Receivable- Considered Good                                | 6.75                                                       | –                 | –        | –        | –                 | 6.75        |
| (ii)   | Undisputed Other Receivable- which have significant increase in credit risk |                                                            |                   |          |          |                   |             |
| (iii)  | Undisputed Other Receivable- credit impaired                                |                                                            |                   |          |          |                   |             |
| (iv)   | Disputed Other Receivable- Considered Good                                  |                                                            |                   |          |          |                   |             |
| (v)    | Disputed Other Receivable- which have significant increase in credit risk   |                                                            |                   |          |          |                   |             |
| (vi)   | Disputed Other Receivable- credit impaired                                  |                                                            |                   |          |          |                   |             |
|        | <b>Total</b>                                                                | <b>6.75</b>                                                | <b>–</b>          | <b>–</b> | <b>–</b> | <b>–</b>          | <b>6.75</b> |

**II. Other Receivable Ageing as on 31-03-2024**

(₹ in Hundred)

| Sl. No | Particulars                                                                 | Outstanding for following periods from due date of payment |                 |                 |          |                   |                  |
|--------|-----------------------------------------------------------------------------|------------------------------------------------------------|-----------------|-----------------|----------|-------------------|------------------|
|        |                                                                             | Less than 6 months                                         | 6 months-1 year | 1-2 year        | 2-3 year | More than 3 years | Total            |
| (i)    | Undisputed Other Receivable- Considered Good                                | 37,297.40                                                  | –               | 1,730.00        | –        | –                 | 39,027.40        |
| (ii)   | Undisputed Other Receivable- which have significant increase in credit risk |                                                            |                 |                 |          |                   |                  |
| (iii)  | Undisputed Other Receivable- credit impaired                                |                                                            |                 |                 |          |                   |                  |
| (iv)   | Disputed Other Receivable- Considered Good                                  |                                                            |                 |                 |          |                   |                  |
| (v)    | Disputed Other Receivable- which have significant increase in credit risk   |                                                            |                 |                 |          |                   |                  |
| (vi)   | Disputed Other Receivable- credit impaired                                  |                                                            |                 |                 |          |                   |                  |
|        | <b>Total</b>                                                                | <b>37,297.40</b>                                           | <b>–</b>        | <b>1,730.00</b> | <b>–</b> | <b>–</b>          | <b>39,027.40</b> |



## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)

### Additional Regulatory Information

#### 19 Ratios

| Key Ratio Analysis                          |                                  |                                |                     |                     |          |                                          |
|---------------------------------------------|----------------------------------|--------------------------------|---------------------|---------------------|----------|------------------------------------------|
| Particulars                                 | Numerator                        | Denominator                    | As at<br>31-03-2025 | As at<br>31-03-2024 | % change | Management's<br>Comment                  |
| Capital to Risk weighted Assets Ratio(CRAR) | Tier I Capital + Tier II Capital | Risk Weighted Assets           | 60.84               | 79.38               | -23.36%  |                                          |
| Tier I CRAR                                 | Tier i Capital                   | Risk Weighted Assets           | 60.84               | 79.38               | -23.36%  |                                          |
| Tier II CRAR                                | Tier ii Capital                  | Risk Weighted Assets           | –                   | –                   | –        |                                          |
| Liquidity Coverage Ratio                    | High Quality Liquid Assets       | Total Net Cash Out Flow Amount | 167.12              | 251.80              | -33.63%  | Due to increase in Financial Liabilities |

#### 20 Applicability of Notes of General Instruction for preparation of Financial Statements and Additional Regulatory Information (as per amended Schedule III, Division-III of the Companies Act 2013)

- 20.1 The Company does not carry any borrowings, hence the disclosure required under Note "(WA)", is not applicable.
- 20.2 The Company is the lessee and the lease agreements are duly executed in favour of the lessee, hence the disclosure required under Note "(WB) (i)", is not applicable.
- 20.3 The Company does not hold any investment property as defined under Ind AS 40; hence, the disclosure required under Note "(WB) (ii)", is not applicable.
- 20.4 The Company has not revalued its Property, Plant and Equipment; hence, disclosure required under Note -"(WB) (iii)", is not applicable.
- 20.5 The Company has not revalued its intangible assets; hence, the disclosure required under Note-"(WB) (iv)", is not applicable.
- 20.6 No proceeding has been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.Hence, the disclosure required under Note "(WB) (viii)", is not applicable.
- 20.7 The Company does not have any borrowings from banks on the basis of security of current assets (Inventories & Trade Receivable), hence, the disclosure required under Note-"(WB) (ix)", is not applicable.
- 20.8 The Company has not been declared as wilful defaulter by any bank or financial Institution or other lender. Hence, the disclosure required under Note "(WB) (x)", is not applicable.
- 20.9 The Company has not done any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956. Hence, the disclosure required under Note "(WB) (xi)", is not applicable.
- 20.10 The Company has registered with Ministry of Corporate Affairs/Registrar of Companies, all charges or satisfaction within the statutory time period. Hence, the disclosure required under Note "(WB) (xii)", is not applicable.
- 20.11 The Company is compliant in respect of number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017. Hence, the disclosure required under Note "(WB) (xiii)", is not applicable.

**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)**

- 20.12 The Company has not entered into any scheme of arrangement; hence, the disclosure required under Note "(WB) (xv)", is not applicable.
- 20.13 The company has not advanced or loaned or invested funds to any person or entity including foreign entity with the understanding that the Intermediary shall –
- 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 to or on behalf of the Ultimate Beneficiaries
- In view of above, the disclosure required under Note "(WB) (xvi) (A)", is not applicable.
- 20.14 The company has not received any funds from any person or entity including foreign entity with the understanding that the company shall
- 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
- In view of above, the disclosure required under Note "(WB) (xvi) (B)", is not applicable.
- 20.15 The Company is not covered by section 135 of the Companies Act, 2013 dealing with CSR activities.
- 20.16 The Company has not traded or invested in Crypto currency or Virtual Currency during the FY 24-25.
- 21** The following additional information (other than what is already disclosed elsewhere) is disclosed in terms of RBI circular DOR.CRE.REC.No.60/03.10.001/2021-22 dated October 22, 2021 on 'Scale Based Regulation (SBR): A Revised Regulatory Framework' for NBFCs, which inter-alia envisages certain specific disclosures read with circular no. DOR.ACC.REC.No.20/21.04.018/2022-23 dated April 19, 2022 for "Disclosures in Financial Statements - Notes to Accounts of NBFCs".

| <b>A) Exposure</b>                                                                                                                                                                            | <b>(₹ in Hundred)</b> |                      |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------|----------------------|
|                                                                                                                                                                                               | <b>Current Year</b>   | <b>Previous Year</b> |
| 1) Exposure to real estate sector                                                                                                                                                             | NIL                   | NIL                  |
| 2) Exposure to capital market                                                                                                                                                                 |                       |                      |
| <b>Particulars</b>                                                                                                                                                                            | <b>Current Year</b>   | <b>Previous Year</b> |
| i) Direct investment in equity shares, convertible bonds, convertible debentures and units of equity oriented mutual funds the corpus of which is not exclusively invested in corporate debt. | 3,47,814.04           | 4,45,535.96          |
| <b>Total exposure to capital market</b>                                                                                                                                                       | <b>3,47,814.04</b>    | <b>4,45,535.96</b>   |


**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025 (Contd.)**
**3) Sectoral exposure**

| Sectors                              | Current Year                                                                          |               |                                                                       | Previous Year                                                                                         |               |                                                                       |
|--------------------------------------|---------------------------------------------------------------------------------------|---------------|-----------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------|---------------|-----------------------------------------------------------------------|
|                                      | Total Exposure<br>(includes on<br>balance sheet<br>and off-balance<br>sheet exposure) | Gross<br>NPAs | Percentage<br>of Gross<br>NPAs to total<br>exposure in<br>that sector | Total Exposure<br>(includes on<br>balance sheet<br>and off-balance<br>sheet exposure)<br>(₹ thousand) | Gross<br>NPAs | Percentage<br>of Gross<br>NPAs to total<br>exposure in<br>that sector |
| 1. Agriculture and Allied Activities | —                                                                                     | —             | —                                                                     | —                                                                                                     | —             | —                                                                     |
| 2. Industry                          | —                                                                                     | —             | —                                                                     | —                                                                                                     | —             | —                                                                     |
| 3. Services                          | —                                                                                     | —             | —                                                                     | —                                                                                                     | —             | —                                                                     |
| 4. Personal Loans                    | —                                                                                     | —             | —                                                                     | —                                                                                                     | —             | —                                                                     |
| 5. Others, if any                    | 5,49,650.00                                                                           | —             | —                                                                     | 3,63,650.00                                                                                           | —             | —                                                                     |

**4) Intra-group exposures**

| Particulars    | Current Year | Previous Year |
|----------------|--------------|---------------|
| Not Applicable |              |               |

5) There was no Unhedged foreign currency exposure for the year ended 31st March 2025 and 31st March 2024

- 22** The Company has used accounting software for maintaining its books of accounts which has a Feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. There is no such instance of the audit trail feature being tampered with.
- 23** On the basis of physical verification of assets, as specified in Ind-AS - 36 and cash generation capacity of these assets, in the management's perception, there is no impairment of such assets as appearing in the balance sheet as on 31.03.2025.
- 24** Previous year figure have been regrouped/ rearranged, wherever found necessary.

**Signature to Note "1 to 24"**

**For A.K Dubey & Co.**  
Chartered Accountants  
Firm Registration No. 329518E

**CA Arun Kumar Dubey**  
Partner  
Mem. No. 057141  
Place : Kolkata  
Date : 30th May 2025

For and on behalf of the Board of Directors

**Anil Jhunjunwala**  
(Director)  
DIN : 00128717

**Shyam Bagaria**  
(Director)  
DIN : 00121949

**Virendra Lal Nagar**  
(Chief Financial Officer)

**Pallavi Agarwal**  
(Company Secretary)  
Mem. No. : A56609



Schedule to the Balance Sheet as on 31st March, 2025 of a non-deposit taking non-banking financial company  
[as required in terms of Paragraph 13 of Non-Systemically Important Non-Banking Companies Prudential  
Financial (Non-Deposit Accepting or Holding) Norms (Reserve Bank) Directions, 2015]

(₹ in Hundred)

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(5) **Break-up of Investments :****Current Investments :**1. **Quoted :**

|                            |     |
|----------------------------|-----|
| 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 :****Amount outstanding**

|                            |     |
|----------------------------|-----|
| 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 :**

|                            |             |
|----------------------------|-------------|
| i) Shares : a) Equity      | 2,89,574.73 |
| 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      | 3,692.25  |
| b) Preference              | Nil       |
| ii) Debentures and Bonds   | Nil       |
| iii) Units of mutual funds | 54,547.06 |
| iv) Government Securities  | Nil       |
| v) Others (please specify) | Nil       |

**Total****3,47,814.04**(6) **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              |
| 1. Related Parties **          |                          |                    |                    |
| a) Subsidiaries                | Nil                      | Nil                | Nil                |
| b) Companies in the same group | Nil                      | 5,49,650.00        | 5,49,650.00        |
| c) Other related parties       | Nil                      | Nil                | Nil                |
| 2. Other than related parties  | Nil                      | Nil                | Nil                |
| <b>Total</b>                   | <b>Nil</b>               | <b>5,49,650.00</b> | <b>5,49,650.00</b> |

**J. J. FINANCE CORPORATION LIMITED**

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**(7) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):**

Please see Note 3 below :

| Category                       | Market Value / Break up<br>or fair value or NAV | Book Value<br>(Net of Provisions) |
|--------------------------------|-------------------------------------------------|-----------------------------------|
| 1. Related Parties **          |                                                 |                                   |
| a) Subsidiaries                | Nil                                             | Nil                               |
| b) Companies in the same group | Nil                                             | Nil                               |
| c) Other related parties       | Nil                                             | Nil                               |
| 2. Other than related parties  | 3,47,814.04                                     | 3,47,814.04                       |
| <b>Total</b>                   | <b>3,47,814.04</b>                              | <b>3,47,814.04</b>                |

\* Market Value in most of the cases being not available has been considered at book value.

**(8) Other information :**

| Particulars                                  | Amount |
|----------------------------------------------|--------|
| i) Gross Non-Performing Assets               |        |
| a) Related parties                           | Nil    |
| b) Other than related parties                | Nil    |
| ii) Net Non-Performing Assets                |        |
| a) Related parties                           | Nil    |
| b) Other than related parties                | Nil    |
| iii) Assets acquired in satisfaction of debt | Nil    |

**Notes :**

- As defined in paragraph 2(1)(xii) 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 Company – Non-Systemically Important Non-Banking Companies Prudential Financial (Non-Deposit Accepting or Holding) Norms (Reserve Bank) Directions, 2015.
- Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 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.

In terms of our report of even date attached herewith.

**For A.K Dubey & Co.**

Chartered Accountants

Firm Registration No. 329518E

**CA Arun Kumar Dubey**

Partner

Mem. No. 057141

Place : Kolkata

Date : 30th May, 2025

For and on behalf of the Board of Directors

**Anil Jhunhunwala**

(Director)

**DIN : 00128717****Shyam Bagaria**

(Director)

**DIN : 00121949****Virendra Lal Nagar**  
(Chief Financial Officer)**Pallavi Agarwal**  
(Company Secretary)  
**Mem. No. : A56609**

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