

**BEST FINANCE CORPORATION
LIMITED**

TIRUPUR

FINANCIAL REPORT

2022-2023

BEST FINANCE CORPORATION LIMITED
(CIN: U65921TZ2009PLC015595)
TIRUPUR

ADDRESS:
REGISTERED OFFICE
NO.89/2, PADMAVATHIPURAM
AVINASHI ROAD
TIRUPUR - 641603
TAMILNADU

BOARD OF DIRECTORS

SRI.S.RAMASAMY	DIRECTOR
SRI.R.RAJKUMAR	MANAGING DIRECTOR
SRI.R.DHANAPAL	DIRECTOR
SRI. P.S.SARAVANAN	DIRECTOR
SRI. SAMPATH DURAISAMY	INDEPENDENT DIRECTOR
SRI. VIVEK VASUDEVAN	INDEPENDENT DIRECTOR

AUDITORS
A L T N and Co.,
SABARI TOWERS'
KRR LAYOUT MAIN STREET,
MANGALAM ROAD,
TIRUPUR - 641 604.

BANKER
State Bank of India,
Commercial Branch,
Coimbatore.

ALTN and Co.,
Chartered Accountants

28(1)/20A, "Sabari Towers"
KRR Layout Main Street, Mangalam Road,
Tirupur - 641 604
Email : altnandco@gmail.com
Phone:0421-4325426

AUDITOR'S REPORT

To
The Members,
BEST FINANCE CORPORATION LIMITED,
TIRUPUR.

Report on the Financial Statements

We have audited the accompanying financial statements of BEST FINANCE CORPORATION LIMITED, which comprise the Balance Sheet as at 31st March, 2023, the Statement of Profit and Loss and the Cash Flow Statement for the year ended, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and profit/loss, and its cash flows for the year ended on that date.

Basis for Opinion

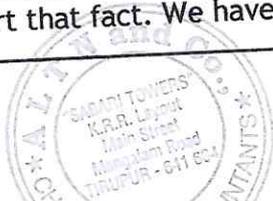
- We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information other than the financial statements and auditors' 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 Board's Report including Annexures to Board's Report but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the 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.



Responsibility of Management and those charged with governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the 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 Director's are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



• Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e. On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act;



- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- g. With respect to the other matters to be included in the Auditors' report in accordance with section 197(16) of the Act, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid/provided by the Company to its directors during the year is in accordance with the provisions of section 197 read with Schedule V to the Act.
- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. With respect to clause (e) of Rule 11 of the companies (Audit and Auditors) Amendment Rules, 2021;
 1. The Management has represented, that, to the best of its knowledge and belief, as disclosed in the standalone financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 2. Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material misstatement.
 - v. In our opinion and according to the information and explanations given to us, there is no dividend declared/paid during the year by the Company.

For A L T N and Co.,
Chartered Accountants
Firm Regn.No.: 009689S

N. Mohamed Ismail
Partner

(Membership No.208880)
UDIN : 23208880BGWNRU4438

Place : TIRUPUR
Date : 24-06-2023



"Annexure A" to the Independent Auditors' Report

Referred to in Paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2023:

- (i) In respect of Property, Plant and Equipment ('PPE')
- The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
 - The Property, Plant and Equipment have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
 - The company does not hold any immovable properties and hence clause (c) is not applicable.
 - The company has not revalued its Property, Plant and Equipment during the year.
 - The Company, no proceedings have been initiated or are pending against the Company as at March 31, 2022, for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) The Company's nature of operations is such that no inventory is generated and hence physical verification is not required to be done during the year.
- (b) The Company has been sanctioned working capital limits in excess of Rs.5 Crores in aggregate from banks on the basis of security of current assets. In our opinion, the quarterly statements filed with banks are in agreement with the books of account.
- (iii) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
- (v) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.



- (vi) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- (vii) In respect of statutory dues:-
- a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Good and Service Tax, Sales Tax, Service Tax, duty of customs, duty of excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2023 for a period of more than six months from the date on when they become payable.
- b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
- (viii) In our opinion and according to the information and explanations given to us, the Company has no any previously unrecorded transaction in the books of account or undisclosed income which is required to be disclosed during the year in the tax assessments under the Income tax act 1961.
- (ix) a). In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks or other borrowings or in the payment of interest thereon to any lender.
- b) According to the information and explanations given to us and on the basis of our audit Procedures, we report that the Company has not been declared a wilful defaulter by any bank or financial institution or any other lender.
- c) In our opinion and according to the information and explanations given to us, the Company has utilized the money obtained by way of working capital loans for the purpose for which they were obtained.
- d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the Company, we report that funds raised on short-term basis have, prima facie not been utilized for long-term purposes by the Company.
- e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (x) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.



- (xi) a) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- b) No report under sub-section (12) of section 143 of the Act has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government during the year by the Statutory Auditors and up to the date of this Report.
- c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause (xii) of the Order are not applicable to the Company.
- (xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (xiv) In our opinion, the company has an adequate internal audit system commensurate with the size and nature of its business. We have considered the report of internal auditors in our detailed audit.
- (xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- (xvi). a). In our opinion, the company is required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly has obtained certificate of registration from the Reserve Bank of India which is valid for the year under review.
- b). The Company has a valid Certificate of Registration (CoR) from the Reserve Bank of India (RBI) for conducting Non-Banking Financial activities and no business has been conducted by the Company without a valid CoR.
- c). The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the reporting requirements under clause 3 (xvi)(c) of the Order is not applicable.
- d). As per the information and explanations given to us, there are no core investment companies as defined in the regulations made by the Reserve Bank of India as part of its group and hence the reporting requirements under clause 3 (xvi)(d) of the Order are not applicable.
- (xvii) The Company has not incurred any cash loss during the financial year covered by our audit and the immediately preceding financial year.
- (xviii) There was no resignation of the statutory auditors during the year.
- (xix) In our opinion, no material uncertainty exists as on the date of the audit report that company is 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.



- (xx) In respect of other than ongoing projects, the company is not required to transfer unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act.
- (xxi) Based upon the audit procedures performed and the information and explanations given by the management, the company has no qualifications or adverse remarks which was required to be reported in the Companies (Auditor's Report) Order (CARO) reports.

For A L T N and Co.,
Chartered Accountants
Firm Regn.No.: 009689S



N.Mohamed Ismail
Partner

(Membership No.208880)
UDIN : 23208880BGWNRU4438

Place : TIRUPUR
Date : 24-06-2023



ALTN and Co.,
Chartered Accountants

28(1)/20A, "Sabari Towers"
KRR Layout Main Street, Mangalam Road,
Tirupur - 641 604
Email : altnandco@gmail.com
Phone:0421-4325426

"Annexure B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of M/s.BEST FINANCE CORPORATION LIMITED

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

We have audited the internal financial controls over financial reporting of M/S.BEST FINANCE CORPORATION LIMITED ("the Company") as of March 31, 2023 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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



BEST FINANCE CORPORATION LIMITED

No.89/2, Padmavathipuram, Avinashi Road, Tirupur 641 603

CIN : U65921TZ2009PLC015595

BALANCE SHEET AS AT MARCH 31, 2023

Particulars	Note No.	As at 31.03.2023	As at 31.03.2022
		Rs.	Rs.
EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	3	85,750,000	85,750,000
(b) Reserves & Surplus	4	640,043,124	508,074,733
(c) Money received against share warrants		-	-
(2) Share application money pending allotment		-	-
(3) Non-Current Liabilities			
(a) Long-term borrowings	5	-	168,875,000
(b) Deferred tax liabilities (Net)	6	2,643,944	-
(c) Other long term liabilities		-	-
(d) Long-term provisions	7	8,407,066	7,345,373
(4) Current Liabilities			
(a) Short-term borrowings	8	1,433,304,788	975,607,694
(b) Trade payables	9		71,750
- Total outstanding dues to MSME enterprises		822,590	1,263,894
- Total outstanding dues to other creditors		75,829	8,541,711
(c) Other current liabilities	10	2,343,313	19,767,350
(d) Short-term provisions	11	23,866,350	-
TOTAL		2,197,257,004	1,775,297,506
ASSETS			
(1) Non-Current assets			
(a) Property, Plant and Equipment	12	58,040,189	49,760,128
(i) Tangible assets		-	-
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments	13	50,000,000	50,000,000
(c) Deferred tax assets (Net)	6	-	3,842,609
(d) Long-term loans and advances		-	-
(e) Other non-current assets		-	-
(2) Current assets			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables		-	-
(d) Cash and cash equivalents	14	39,191,462	40,797,209
(e) Short term loans and advances	15	1,918,969,179	1,534,502,611
(f) Other current assets	16	131,056,175	96,394,948
TOTAL		2,197,257,004	1,775,297,506

See accompanying notes Forming part of Financial statements

In Terms of our report of even date attached

FOR AL TN and Co.,
Chartered Accountants
Firm Reg.No.0096895

CA.N.Mohamed Ismail
Partner
M.No.208880
UDIN:23208880BGWNRU4438
Place: Tirupur
Date: 24.06.2023

S.GOKILAMANI
Company Secretary
M.No.A59069

R. Dhanapal
Director
DIN: 01506153

For and on behalf of the Board of Directors

R. Rajkumar
Managing Director
DIN: 01506017

Place: Tirupur
Date: 24.06.2023

BEST FINANCE CORPORATION LIMITED

No.89/2, Padmavathipuram, Avinashi Road, Tirupur 641 603

CIN : U65921TZ2009PLC015595

PROFIT & LOSS STATEMENT FOR THE PERIOD ENDED ON 31ST MARCH, 2023

	Particulars	Note No.	Period ended 31.03.2023	Period ended 31.03.2022
			Rs.	Rs.
I	Revenue from Operations	17	461,317,749	482,073,371
II	Interest Receipts	18	2,299,541	28,598
III	Other Income		463,617,290	482,101,969
IV	Total income (I+II)			
	EXPENSES			
	Employee Benefit Expenses	19	102,998,369	70,863,930
	Other Expenses	20	41,360,778	56,354,229
	Finance Cost	21	125,390,650	157,507,142
	Depreciation and amortisation expenses	12	10,365,812	10,661,294
	Total Expenses		280,115,608	295,386,595
V	Profit before Exceptional and Extraordinary items and tax (III - IV)		183,501,682	186,715,375
VI	Exceptional Items		-	-
VII	Profit before Extraordinary items and tax (V - VI)		183,501,682	186,715,375
VIII	Extraordinary Items		-	-
IX	Profit Before Tax		183,501,682	186,715,375
X	Less: Tax Expense			
	(i) Current Tax		43,830,568	51,511,043
	(ii) Deferred Tax (Asset) / Liability		6,486,553	(5,763,464)
	(iii) Income tax (Previous years)		1,216,171	114,448
XI	Profit/(Loss) from continuing Operations (IX - X)		131,968,390	140,853,348
XII	Profit /(Loss) from discontinuing operations		-	-
XIII	Tax Expense of discontinuing Operations		-	-
XIV	Profit/(Loss) from discontinuing Operations after tax (XII - XIII)		-	-
XV	Profit/(Loss) for the period (XI+XIV)		131,968,390	140,853,348
	Earnings Per Equity Share			
	(i) Basic		153.90	164.26
	(ii) Diluted		153.90	164.26

See accompanying notes Forming part of Financial statements
In Terms of our report of even date attached

For and on behalf of the Board of Directors

FOR AL TN and Co.,
Chartered Accountants
Firm Reg.No.0096895

CA.N.Mohamed Ismail
Partner
M.No.208880
UDIN:23208880BGWNRU4438

S.Gokilamani
Company Secretary
M.No.A59069

R. Dhanapal
Director
DIN: 01506153

R. Rajkumar
Managing Director
DIN: 01506017

Place: Tirupur
Date: 24.06.2023

Place: Tirupur
Date: 24.06.2023



BEST FINANCE CORPORATION LIMITED

No.89/2, Padmavathipuram, Avinashi Road, Tirupur 641 603

CIN : U65921TZ2009PLC015595

CASH FLOW STATEMENT FOR THE PERIOD ENDED 31.03.2023

PARTICULARS	31.03.2023	31.03.2022
	Amount (Rs.)	Amount (Rs.)
Cash Flow from Operating Activities		
Net Profit Before Tax and Extraordinary Items	183,501,682	186,715,375
Adjustments For -		
Depreciation	10,365,812	10,661,294
Operating Profit before Changes in Working Capital	193,867,494	197,376,669
(Increase)/ Decrease in Working Capital		
Inventories	-	-
Sundry Debtors	(384,466,568)	45 81 17 654
Loans and Advances	(34,661,226)	(1 96 39 065)
Other current assets		
Increase/ (Decrease) in Liabilities		
Trade Payables	(437,225)	(2 16 428)
Current Liabilities and provisions	(2,099,398)	7,270,684
Income tax Payment	(421,664,417)	445,532,845
	(45,046,739)	(51,625,491)
Net Cash Flow from Operating Activities	(272,843,662)	591,284,022
Cash Flow from Investing Activities		
(Increase) in Non-Current Investments		
Purchase of Fixed Assets	(18,645,873)	(21,446,697)
Net Cash Flow from Investing Activities	(18,645,873)	(21,446,697)
Cash Flow from Financing Activities		
Increase in Long Term borrowings	(168,875,000)	-
Increase in Short Term Borrowings	457,697,094	(572,030,615)
Increase in share Capital		
Increase/(Reduction) of Long term provision	1,061,693	1,640,381
Net Cash Flow from Financing Activities	289,883,787	(570,390,234)
Increase/(Decrease) in Cash and Cash Equivalents (A)+(B)+(C)	(1,605,748)	(552,909)
Cash and Cash Equivalents as at 1st April 2022 / 2021	40,797,209	41,350,118
Cash and Cash Equivalents as at 1st April 2022 / 2023	39,191,462	40,797,209

Note: Negative Figures represents Outflows

See accompanying notes Forming part of Financial statements

In Terms of our report of even date attached

FOR ALTN and Co.,
Chartered Accountants
Firm Reg.No.0096895CA.N.Mohamed Ismail
Partner

M.No.208880

UDIN:23208880BGWNRU4438

Place: Tirupur

Date: 24.06.2023

S.Gokilamani
Company Secretary
M.No.A59069

For and on behalf of the Board of Directors

R. Dhanapal
Director
DIN: 01506153R. Rajkumar
Managing Director
DIN: 01506017Place: Tirupur
Date: 24.06.2023

BEST FINANCE CORPORATION LIMITED

CIN : U65921TZ2009PLC015595

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Particular's	As at 31.03.2023	As at 31.03.2022
	Amount in Rs.	Amount in Rs.
3. Share Capital		
Authorised Share Capital		
9,00,000 (Previous Year: 9,00,000) Equity Shares of Rs. 100/- each	90,000,000	90,000,000
	90,000,000	90,000,000
Issued, Subscribed and Paid up Capital		
8,57,500 (Previous Year: 857,500) Equity Shares of Rs. 100/- each	85,750,000	85,750,000
	85,750,000	85,750,000

3.(B) Reconciliation of number of equity shares outstanding at the beginning and at the end of the year

Particulars	Period ended 31.03.2023	Period ended 31.03.2022
Number of shares outstanding as the beginning of the year	857,500	857,500
Number of shares issued during the year	-	-
Number of shares outstanding as at the end of the year	857,500	857,500

3.(c) Details of Shareholding:

2022-2023						
Shareholder	No. of Shares held at the beginning	% if Shares held at the beginning	No. of Shares held at the end	% if Shares held at the end	Number of shares transferred/gifted/issued	% of Change in the shareholding if any
1. Mr.R.Rajkumar	629655	73.43%	629655	73.43%	-	-
2. Mr.S.Ramasamy	84150	9.81%	84150	9.81%	-	-
3. Mr.R.Dhanapal	143690	16.76%	143690	16.76%	-	-
4. Mrs.R.Arunadevi	1	0.00%	1	0.00%	-	-
5. Mr.R.Aadhithya Shivan	1	0.00%	1	0.00%	-	-
6. Mr.R.Sarvesh	1	0.00%	1	0.00%	-	-
7. Mrs.D.Narmatha	1	0.00%	1	0.00%	-	-
8.Mr.D.Aravind	1	0.00%	1	0.00%	-	-
Total	857500	100.00%	857500	100.00%	-	-

2021-2022						
Shareholder	No. of Shares held at the beginning	% if Shares held at the beginning	No. of Shares held at the end	% if Shares held at the end	Number of shares transferred/gifted/issued	% of Change in the shareholding if any
1. Mr.R.Rajkumar	629655	73.43%	629655	73.43%	-	-
2. Mr.S.Ramasamy	84150	9.81%	84150	9.81%	-	-
3. Mr.R.Dhanapal	143690	16.76%	143690	16.76%	-	-
4. Mrs.R.Arunadevi	1	0.00%	1	0.00%	-	-
5. Mr.R.Aadhithya Shivan	1	0.00%	1	0.00%	-	-
6. Mr.R.Sarvesh	1	0.00%	1	0.00%	-	-
7. Mrs.D.Narmatha	1	0.00%	1	0.00%	-	-
8.Mr.D.Aravind	1	0.00%	1	0.00%	-	-
Total	857500	100.00%	857500	100.00%	-	-

3(d) Shareholding of Promoters:

Shares held by Promoters at the end of the year			% of change during the year
Promoter's Name	No. of Shares	% of Shares	
1. Mr.R.Rajkumar	629655	73.43%	-
2. Mr.S.Ramasamy	84150	9.81%	-
3. Mr.R.Dhanapal	143690	16.76%	-
Total	857495	100.00%	-

Note :- The Company issued only one class of Equity shares having a par value of Rs.100 per share. Each share holder of Equity share entitled to one vote per share.



BEST FINANCE CORPORATION LIMITED

CIN : U65921TZ2009PLC015595

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Particular's	As at	As at
	31.03.2023	31.03.2022
	Amount in Rs.	Amount in Rs.
4. Reserves & Surplus		
(a) Share Premium		
Opening Balance	125,902,500	125,902,500
Additions during the year	-	-
Closing Balance	125,902,500	125,902,500
(b) Debenture Redemption Reserve		
Opening Balance	16,887,500	16,887,500
Less:- Transfer to Reserve and Surplus Account	16,887,500	-
Closing Balance	-	16,887,500
(c) Statutory Reserve (As per RBI Act)		
Opening Balance	76,483,685	48,313,015
Add: Transfer from Profit and Loss Account	26,393,678	28,170,670
Closing Balance	102,877,363	76,483,685
(d) Surplus		
Balance Brought forward	288,801,048	176,118,371
Add: Transfer from Debenture Redemption Reserve	16,887,500	-
Add: Net Profit for the year	131,968,390	140,853,348
	437,656,938	316,971,718
Less: Transfer to Statutory Reserve	26,393,678	28,170,670
Less: Transfer to Debenture Redemption Reserve	-	-
Closing Balance	411,263,260	288,801,048
Total	640,043,124	508,074,733
5. Long Term Borrowings		
- Secured		
1. Secured Redeemable Non-Convertible Debentures		168,875,000
(The Debentures carrying interest ranging 10% / 11.50% p.a. is repayable after 36 months from the date of issue and secured by the charge on the loan receivables of the company)		
Sub-total	Total	
		168,875,000
6. Deferred tax Liability (Net)		
Tax effect of items constituting deferred tax liability		
On difference between book balance and tax balance of fixed assets	(958,964)	(987,182)
On expenditure deferred in the books but allowable for tax purposes		
Tax effect of items constituting deferred tax liability	(958,964)	(987,182)
Tax effect of items constituting deferred tax assets		
Unabsorbed depreciation carry forward to next year	3,602,907	2,855,427
Tax effect of items constituting deferred tax assets	3,602,907	2,855,427
Net Deferred Tax Liabilities / (Asset)	Total	
	2,643,944	(3,842,609)
7. Long Term Provisions		
Provision for Employee Benefits	8,407,066	7,345,373
Total	8,407,066	7,345,373



BEST FINANCE CORPORATION LIMITED

CIN : U65921TZ2009PLC015595

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Particular's	As at	As at			
	31.03.2023	31.03.2022			
	Amount in Rs.	Amount in Rs.			
8. Short Term Borrowings					
i. Secured Loans					
Cash Credit from State Bank of India*	357,353,507	33,818,260			
<i>Note: Cash Credit from State Bank of India is secured by current assets of the company (both present and future) - loan receivables and jewels pledged by the borrowers and collaterally secured by immovable properties in the personal names of directors.</i>					
Over Draft from State Bank of India*	(8,717)	(20,813)			
ii) Current maturities of Long Term debt from banks	-	-			
Sub-total (i)	357,344,790	33,797,447			
ii. Unsecured Loans					
From Intercorporate & Others	888,428,230	877,496,573			
From Directors and Relatives	187,531,768	64,313,674			
Sub-total (ii)	1,075,959,998	941,810,247			
Total ((i)+(ii))	1,433,304,788	975,607,694			
9. Trade Payables					
	<i>Outstanding for following period from Due date of Payment</i>				
PARTICULARS	<i>Less than</i>	<i>1-2 years</i>	<i>2-3 years</i>	<i>Morethan</i>	<i>Total</i>
	<i>1 year</i>			<i>3 years</i>	
Undisputed dues					
MSME	822590	-	-	-	822590
Others	75829	-	-	-	75829
	(1,335,644)	-	-	-	(1,335,644)
					898,419
					(1,335,644)
Undisputed dues					
MSME	-	-	-	-	-
Others	-	-	-	-	-
	(-)	-	-	-	(-)
<i>Note :- Previous year figures are shown in brackets.</i>					
10. Other Current Liabilities					
(a) Interest accrued on Debentures					5,491,657
(b) Other payables					
(i) Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, Excise duty, VAT, Service Tax Etc)					
- TDS payable				1,151,728	1,415,624
- TCS payable				-	61,551
- ESI - Payable				176,102	143,000
- PF- Payable				362,743	170,075
- CGST payable				124,523	618,144
- SGST payable				124,409	641,660
(ii) Advance from Customers & others				403,809	-
Total				2,343,313	8,541,711
11. Short-Term Provisions					
(a) Provision for Taxation					
Provision for Income tax ((After net of prepaid taxes Rs.49616849)					1,894,194
(b) Provision for others					
Audit Fees Payable				200,000	180,000
Rent Payable				2,026,037.00	1,622,750
Staff Salary & Bonus Payable				11,656,790	7,890,528
Managerial Remuneration Payable				1,538,880	1,538,880
Electricity Charges Payable				240,053	117,283
CSR Expenses Payable				3,364,394	2,650,000
Standard Assets - Provision				4,840,196	3,873,715
				23,866,350	19,767,350



BEST FINANCE CORPORATION LIMITED
89/2, Padmavathipuram, Avinashi Road, Tirupur 641 603
CIN : U65921TZ2009PLC015595

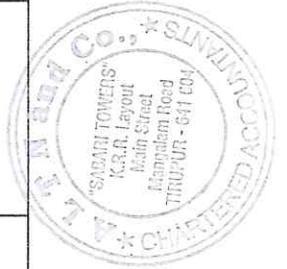
12. Property, Plant and Equipment

Name of Asset	GROSS BLOCK			DEPRECIATION				NET BLOCK	
	As on 01.04.2022	Additions/ Deletions	As on 31.03.2023	Up to 31.03.2022	For the period	Deletion	As at 31.03.2023	As at 31.03.2022	As at 31.03.2023
	Rs.	Rs.	Rs.	Rs.	Rs.		Rs.	Rs.	Rs.
(I) Land	-	-	-	-	-	-	-	-	-
(II) Buildings	-	-	-	-	-	-	-	-	-
(III) Plant & Equipments	7,304,405.45	939,930.49	8,244,335.94	2,732,044.82	646,726.74	-	3,378,771.56	4,572,360.63	4,865,564.38
(IV) Furnitures & Fixtures	27,008,795.00	5,829,354.52	32,838,149.52	7,267,161.32	2,798,207.80	-	10,065,369.12	19,741,633.68	22,772,780.40
(V) Computers Equipments	11,262,886.19	4,257,517.76	15,520,403.95	9,265,813.61	2,736,558.84	-	12,002,372.45	1,997,072.58	3,518,031.50
(VI) Vehicles	-	2,794,628.83	2,794,628.83	-	170,390.25	-	170,390.25	-	2,624,238.58
(VII) Office Equipment	15,533,028.86	1,305,890.99	16,838,919.85	6,156,313.42	1,950,924.97	-	8,107,238.39	9,376,715.44	8,731,681.46
(VII) Others (Improvement on Lease hold premises)	22,715,678.06	3,518,550.00	26,234,228.06	8,643,332.26	2,063,003.57	-	10,706,335.83	14,072,345.80	15,527,892.23
Total	83,824,793.56	18,645,872.59	102,470,666.15	34,064,665.43	10,365,812.17	-	44,430,477.60	49,760,128.13	58,040,188.55
<i>Previous Year</i>	<i>62,378,097</i>	<i>21,446,697</i>	<i>83,824,794</i>	<i>23,403,371</i>	<i>10,661,294</i>	<i>-</i>	<i>34,064,665</i>	<i>38,974,725</i>	<i>49,760,128</i>

Note:- No Property, Plant or equipment is revalued during the year.

Change more than 10% in aggregate of the net carrying value of each class of Property, Plant and Equipment:

Particulars	Net carrying value as on 31.03.2022	Net carrying value as on 31.03.2023	% of change	Reason for change
Electrical Installation	4572360.63	4865564.38	6.41	
Office Equipment	9,376,715	8,731,681	-6.88	
Furnitures	19,741,634	22,772,780	15.35	
Computers Equipments & Software	1,997,073	3,518,032	76.16	
Improvement on Lease hold premises	14,072,346	15,527,892	10.34	
Weighting Scale				Due to additions (Net of depreciation)



BEST FINANCE CORPORATION LIMITED

CIN : U65921TZ2009PLC015595

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Particular's	As at	As at				
	31.03.2023	31.03.2022				
	Amount in Rs.	Amount in Rs.				
13. Non- current Investments						
(1) In Subsidiary Company (Unquoted - at cost) - Wholly owned						
Investments in Equity Instruments						
Best FinServices Private Limited (50,00,000 Equity Shares of Rs. 10/- each)	50000000	50000000				
Total	50000000	50000000				
14. Cash and Cash equivalents						
(i) Cash in Hand	38,499,158	40,060,771				
(ii) Balances with Scheduled Banks						
- In Current Account	92,304	36,438				
- In Deposit Account	600,000	700,000				
	39,191,462	40,797,209				
Note:-						
- Bank Deposit with more than 12 months maturity.	600,000	700,000				
15. Short Term Loans and advances						
(a) Loans and advances						
To Related parties (Refer Supplementary note*)	10,000	10,000				
To Capital goods & Expenses	273,041	65,503				
To Others	-	924,000				
(a)	283,041	999,503				
(b) Loans to Others						
(i) Secured, Considered good (Secured by the pledging of gold jewels and immovable properties)	1,594,318,207	1,439,760,699				
(ii) Secured, Considered good - Business & Mortgage Loan	123,677,650	20,000,000				
(iii) Unsecured, Considered good - Business Loan	32,897,713	89,457,695				
(III) Unsecured, Considered good - Personal Loan	167,809,097	81,912				
(iv) Considered Doubtful (Disputed) - Gold Loan	1,326,660	1,251,660				
	1,920,029,327	1,550,551,966				
Less: Provision for Doubtful Advances	1,343,189	17,048,858				
(b)	1,918,686,138	1,533,503,108				
Total [(A)+(B)]	1,918,969,179	1,534,502,611				
* Supplementary note to Note no.14						
Type of Borrower	% of advance against total advance		Amount of advance given		Balance of advance at the end of FY	
	2022-23	2021-22	2022-23	2021-22	2022-23	2021-22
1. Vivek Vasudevan (Director)	-	-	10000	10000	10,000	10,000
	-	-	10,000	10,000	10,000	10,000
16. Other current assets						
Income tax Refund due 19-20	1,565,380	1,565,380				
Income tax Refund due 20-21	793,130	734,985				
Income tax Refund due 22-23	1,454,644	-				
Interest accrued on Loans	106820916.56	77,406,518				
Other advances						
- Salary Advance	55,587	127,545				
- Input Tax Credit Receivable	18,583	-				
- Rent Advance	20,005,000	16,098,290				
- Prepaid Insurance & Expenses	207,371	350,823				
- National Securities Depository Limited	45,000	45,000				
- Telephone Deposits	21,789	26,617				
- Commercial Gas Deposits	13,163	13,163				
- Reliance Retail Ltd Security Deposit	3,000	3,000				
- Interest Receivable (Fixed Deposit)	52,611	23,628				
	131,056,175	96,394,948				



BEST FINANCE CORPORATION LIMITED

CIN : U65921TZ2009PLC015595

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Particular's	As at	As at
	31.03.2023	31.03.2022
	Amount in Rs.	Amount in Rs.
17. Revenue from Operation		
a) Interest received from		
Gold Loan	397,388,582	473,352,039
Business Loan	25,654,435	8,695,211
Personal Loan	38,047,998	26,121
Mortgage Loan	226,734	-
	461,317,749	482,073,371
18. Other income		
Discount Received	-	3,396
FD Interest Received	31,814	25,202
Interest on Income tax refund received	-	-
Other Misc Receipts	2,267,727	-
	2,299,541	28,598
19. Employee benefit expenses		
Salary	80,341,844	57,028,630
Incentive Payments	6,910,701	1,114,049
Bonus Payments	3,543,147	2,631,248
Managerial Remuneration	2,400,000	2,400,000
Staff Welfare Expenses	2,377,065	1,639,102
Contribution to Gratuity	1,390,240	1,604,385
Contribution to ESI	1,924,967	1,376,262
Contribution to PF	2,368,123	1,501,329
Sitting Fees	-	200,000
Wages (Sweeper)	1,742,282	1,368,925
	102,998,369	70,863,930
20. other expenses		
Advertisement Charges	2,043,190	1,864,820
Auction Expenses	461,805	750,347
Audit Fees	200,000	200,000
Bad Debts Written Off	276,181	-
Boarding & Lodging expenses	229,060	105,196
Building Maintenance	1,053,052	555,056
Computer Maintenance	181,375	133,674
Donation	110,549	209,451
CSR Expenses	3,360,000	4,301,035
Electrical Maintenance	640,282	571,296
Electrical Maintenance -Service	595,940	548,641
Electricity Charges	2,174,198	1,633,928
Furniture Maintenance	-	20,050
ITC reversal (GST)	2,044,585	4,215,047
Internet Charges	4,359,773	3,461,373
Insurance	1,884,904	2,347,320
Loading & Unloading Charges	124,501	58,096
Misc. Expenses	-	2,000
Office Expenses	686,933	938,206
Pooja Expenses	640,807	529,069
Postage & Courier Charges	333,699	405,965
Printing & Stationery	2,821,064	1,487,460
Professional Charges	387,553	1,211,115
Provision for Standard Assets	966,481	(1,124,576)
Provision for Doubtfull Debts	(15,705,669)	9,801,082



BEST FINANCE CORPORATION LIMITED

CIN : U65921TZ2009PLC015595

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Particular's	As at	As at
	31.03.2023	31.03.2022
	Amount in Rs.	Amount in Rs.
Rates & Taxes	316,998	270,487
Rent	23,213,686	17,971,797
Rounded Off	(370)	(955)
Subscription Charges	15,651	10,351
Telephone Expenses	223,855	568,129
Travelling Expenses	3,132,301	2,151,670
Vehicle Maintenance	1,259,739	767,500
Vehicle Maintenance - Motor Car	487,828	389,598
Commission	2,289,000	-
Business Promotion Expenses	551,825	-
	41,360,777.58	56,354,228.72
21. Finance cost		
Bank Interest	21,300,156	3,709,836
Interest on unsecured loans		
On Intercorporate & other corporates	84,734,774	127,039,109
On Loans from directors , relatives & others	14,873,834	5,859,077
On Non-convertible debentures	2,021,294	17,080,385
Bank Charges	2,460,592	3,818,735
	125,390,650	157,507,142



BEST FINANCE CORPORATION LIMITED

Regd. Office: 89/2, Padmavathipuram, Avinashi Road, Tirupur-641603

NOTES TO ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2023

1. CORPORATE INFORMATION

The Company "Best Finance Corporation Limited" is a limited company incorporated 13th November, 2009 and domiciled in India and governed by the Companies Act, 2013 ("the Act"). The main activity of the Company is to extend finance against the security of gold jewels and also provide finance to business communities. The Company is registered with the RBI as a non-deposit taking NBFC and hence all the prudential norms applicable with respect to an NBFC relating to recognition of income and classification of assets etc. have been followed during the year.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation and presentation

The Company prepared its financial statements in accordance with the requirements of previous GAAP, which includes Standards notified under the Companies (Accounting Standards) Rules, 2006. The financial statements have been prepared under the historical cost convention. Expenses are accounted on their accrual with necessary provision for all known liabilities and losses.

2.2 REVENUE RECOGNITION

The Company recognises Interest income by applying the effective interest rate (EIR) to the gross carrying amount of a financial asset except for purchased or originated credit-impaired financial assets and other credit-impaired financial assets. Revenue is recognized and expenditure is accounted for on their accrual.

2.3 FINANCIAL INSTRUMENTS

A. Financial Assets

All financial assets are recognised initially at fair value when the parties become party to the contractual provisions of the financial asset. In case of financial assets which are not recorded at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial assets, are adjusted to the fair value on initial recognition.

B. Financial Liability

All financial liabilities are recognized initially at fair value and, in the case of borrowings and payables, net of directly attributable transaction costs. The company's financial liabilities include trade and other payables, non-convertible debentures loans and borrowings including bank overdrafts.

2.4 CASH AND CASH EQUIVALENTS

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.



2.5 PROPERTY AND PLANT AND EQUIPMENT

Property and plant and equipment are stated at cost including taxes, duties, freight, insurance etc. related to acquisition and installation. GST (Ineligible portion) were reversed related to the assets purchased in the previous years and added back to the cost of assets.

2.6 DEPRECIATION

Depreciation is provided in accordance with Schedule II of the Companies Act, 2013 ("the Act") under Useful life basis. Depreciation is provided on pro rata basis for the additions during the year.

2.7 INVESTMENTS

Long Terms Investments are carried individually at cost. Current Investments are carried individually at lower of cost and fair value.

2.8 LOAN ASSETS

The Company has adopted norms for classification and provisioning applicable to Non-Banking Finance Companies - Asset Financing Company (NBFC-AFC) as per Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007. Accordingly the loan assets have been classified as standard, sub-standard, doubtful and loss accounts. Similarly provisioning for non-performing assets have been done as per the prudential norms. Provision for Standard assets have also been done at 0.25% of the outstanding loan amounts.

2.9 EMPLOYEE BENEFITS

a. Gratuity

The liability for gratuity has been provided as per the provisions of Payment of Gratuity Act, 1972. However, the liabilities created in the books are not funded as on date.

b. Provident Fund & ESI Contribution

The company contributes on monthly basis at the prescribed rates to the provident fund schemes and Employees' State Insurance Schemes administered by the Regional Commissioners, Tamilnadu.

2.10. a) INCOME TAX

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

b) DEFERRED TAX

Deferred Tax is provided using the Liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amount used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted as on the Balance Sheet date.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.



2.11 IMPAIRMENT OF ASSETS

As at Balance Sheet Date, the carrying amount of assets is tested for impairment so as to determine:

- a. Provision for Impairment Loss, if any, required or
- b. The reversal, if any, required of impairment loss recognized in previous periods.

Impairment Loss is recognized when the carrying amount of an asset exceeds its recoverable amount.

2.12 BORROWING COST

Borrowing cost attributable to the acquisition or construction of qualifying assets are capitalized as a part of such assets. All other borrowing costs are charged off to revenue. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use or sale.

2.13 DEFERRED REVENUE EXPENDITURE

Preliminary Expenses are written off uniformly over a period of 5 years. Any expenditure incurred for increasing the capital of the Company is charged to revenue in the year in which capital is raised.

2.14 PROVISIONS

A provision is recognized when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made.

2.15 Contingent Liabilities and Assets

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. The company does not have any contingent assets in the financial statements.

2.16 CASH FLOW STATEMENT

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, investing and financing activities of the Company are segregated.

2.17 EXCEPTIONAL AND EXTRAORDINARY ITEMS

There is no exceptional and extraordinary nature of transaction effected during the accounting year.



BEST FINANCE CORPORATION LIMITED

Regd. Office: 89/2, Padmavathipuram, Avinashi Road, Tirupur 641603

Other Notes to Accounts for the year ended March 31, 2023

1. Earnings per Equity Share

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Net profit / (loss) for the year from continuing operations	13,19,68,390/-	14,08,53,348/-
Less: Preference dividend and tax thereon	Nil	Nil
Net profit / (loss) for the year from continuing operations	13,19,68,390/-	14,08,53,348/-
Weighted average number of equity shares	857500	857500
Earnings per equity share:		
Basic earnings per share (₹)	153.90	164.26
Diluted earnings per share (₹)	153.90	164.26

2. Remuneration to Directors

	1,14,00,000	62,00,000
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3. Capital Adequacy Ratio

Particulars	As at 31.03.2023	As at 31.03.2022
CRAR%	34.43 %	35.33 %
CRAR – Tier I Capital %	34.43 %	35.33 %
CRAR – Tier II Capital %	0.00 %	0.00 %

4. Segment Reporting

The company is primarily engaged in the business of financing against jewels and other securities and accordingly it is operating in a single segment of financing activities only.

5. Corporate Social Responsibility (CSR)

- a) Amount required to be spent during the year Rs.26,50,000/-
b) Amount Spent during the year Rs.26,45,606/-
c) Details of related party transactions:

- Best Essar Charitable Trust Rs.26,45,606/-

- CSR provision made for the current year Rs.33,60,000/-

6. Related Party Transactions

As per Accounting Standard 18, the disclosure of transactions with related parties is given:

(i) List of Related Parties where control exists and related parties with whom transactions have taken place and their relationships

Name	Relationship
1. Sri .R. Rajkumar	Director/ Key Management Personnel
2. Sri. R. Dhanapal	Director/ Key Management Personnel



- | | |
|--|--|
| 3. Sri. S. Ramasamy | Director/ Key Management Personnel |
| 4. Sri.VivekVasudevan | Director/ Key Management Personnel |
| 5. P.S.Saravanan | Director/ Key Management Personnel |
| 6. D.Sampath | Director/ Key Management Personnel |
| 7. Smt. R. Aruna Devi | Relative of Key Management Personnel |
| 8. Smt. D.Narmadha | Relative of Key Management Personnel |
| 9. Sri. R.AadhithyaShivan | Relative of Key Management Personnel |
| 10. Sri. SarveshRajkumar | Relative of Key Management Personnel |
| 11. Sri .AravindDhanapal | Relative of Key Management Personnel |
| 12. Best Corporation Pvt. Limited | Company in which directors are interested as directors |
| 13. Best Aditi Corporation Pvt Ltd | Company in which directors are interested as directors |
| 14. Best FinservicesPvt Ltd | Company in which directors are interested as directors |
| 15. LAN Spin Tex Pvt Ltd | Company in which directors are interested as directors |
| 16. RRD Spin Tex Pvt Ltd | Company in which directors are interested as directors |
| 17. Aravind Shelters (P) Ltd | Company in which directors are interested as directors |
| 18. NDA Property Developers (P) Ltd- | Company in which directors are interested as directors |
| 19. RD Property Developers (India) P Ltd- | Company in which directors are interested as directors |
| 20. RA Property Developers (Tirupur) P Ltd - | Company in which directors are interested as directors |
| 21. Best Knitwear Exports P Ltd - | Company in which directors are interested as directors |
| 22. S.Padma | - Relative of Director |

(ii) Transactions with Related Parties during the year:

- Managerial Remuneration paid – Rs. 1,14,00,000/- (Previous Year: Rs.62,00,000/-)
- Interest Payments –Rs.10,09,77,425/- (Previous Year: Rs.14,42,65,001/-)
- Loan obtained by the company during the year – Rs.13,36,62,863/- (Previous Year: Rs.37,81,78,880/-)

- The Company has recognized the deferred tax liability / (Asset) of Rs.64,86,553/-(Previous year: (Rs.57,63,464/-)during the year which arose on account of timing difference of depreciation on fixed assets and long term employee benefits.
- The Company has been granting Loans against gold jewellery and the ratio of outstanding loans to value of Goldasat March 31, 2023 is 63.13% (as at March 31, 2022 is 66%).
- Certain instances of fraud on the company by the borrowers where gold loan related misappropriation have occurred in the past years for amounts aggregating to Rs.202.77 lakhs. As directed by the High Court of Judicature at Chennai, the company had taken legal action under the supervision of a committee of persons consists of judicial persons and officers from Police Department for recovery of the dues. Balance outstanding for recovery as on 31.03.2023is Rs.13,26,660/- (Out of which Rs.7,37,460/- is secured by Gold ornaments was kept by the Companyand Gold ornaments for Loan amount Rs.5,89,200/- is under custody of Police department).
- Under the Micro, Small & Medium Enterprises Development Act, 2006 (MS & MED) which came into force from October 02, 2006, certain disclosure are required to be made relating to Micro, Small & Medium Enterprises (MS&ME) which wereduly disclosed to the extent made available.



11. The Company is operating in a single segment, viz., to finance against the security of gold jewellery and properties and also grants unsecured business loans/ personal loans and hence the segmental information is not given.

12. Previous figures have been regrouped wherever necessary to conform to the current year classifications.

13. Movement in provision for doubtful debts as under	(Amount – Rs.)	
	31.03.2023	31.03.2022
Opening Balance (A)	1,70,48,858/-	72,47,776/-
Recoveries from doubtful assets	1,70,48,858/-	72,47,776/-
Loans written off	Nil	Nil
Net additions during the year:		
Provisions recognized for non-performing assets (B)	13,43,189/-	1,70,48,858/-
Closing Balance	13,43,189/-	1,70,48,858/-

14. Summary of total borrowings, receivables and provisions

	31.03.2023	31.03.2022
A. Total Borrowings		
(i). Long term Borrowings		
Secured Loans - Non-convertible Debentures	Nil	16,88,75,000/-
Unsecured Loans	Nil	Nil
(ii). Short term Borrowings		
Secured Loans	35,73,44,790/-	3,37,97,447/-
Unsecured Loans	1,07,59,59,998/-	94,18,10,247/-
Total	1,43,33,04,788/-	1,14,44,82,694/-
Total Receivables under financing		
Category-wise break up		
Secured	1,71,93,22,517/-	1,46,10,12,359/-
Unsecured	20,07,06,810/-	8,95,39,607/-
Total Receivables	1,92,00,29,327/-	1,55,05,51,966/-
Less:- Non-performing assets (Provision)	13,43,189/-	1,70,48,858/-
Net Loan Book	1,91,86,86,138/-	1,53,35,03,108/-
Total Asset Provisions		
Provision for doubtful debts	13,43,189/-	1,70,48,858/-
Provisions against standard assets	48,40,196/-	38,73,715/-
Total	61,89,385/-	2,09,22,573/-



RBI Disclosures

15. Disclosures pursuant to paragraph 13 of Non-banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007)

(Amount – Rs. In lakhs)

Particulars	Gross Loan Outstanding		Provision for assets		Net Loan Outstanding	
	2022-23	2021-22	2022-23	2021-22	2022-23	2021-22
Secured Loans	17,193.23	14,610.12	13.43	170.49	17,179.80	14,439.63
A)Gold Loans						
Standard Assets	15,929.76	14,227.11	-	-	15,929.76	14,227.11
Sub-standard Asset	13.43	170.49	13.43	170.49	0.00	0.00
Doubtful Assets	13.26	12.52	0.00	0.00	13.26	12.52
Loss Assets	-	-	-	-	-	-
Total	15,956.45	14,410.12	13.43	170.49	15,943.02	14,239.63
B)Other Loans						
Standard Assets	1236.78	200.00	-	-	1236.78	200.00
Sub-standard Asset	-	-	-	-	-	-
Doubtful Assets	-	-	-	-	-	-
Loss Assets	-	-	-	-	-	-
Total	1236.78	200.00	0.00	0.00	1236.78	200.00

Unsecured Loans						
Standard Assets	2007.07	895.40	-	-	2007.07	895.40
Sub-standard Assets	-	-	-	-	-	-
Doubtful Assets	-	-	-	-	-	-
Loss Assets	-	-	-	-	-	-
Total	2007.07	895.40	0.00	0.00	2007.07	895.40

	Particulars	As at 31.03.2023	As at 31.03.2022
1	Liability side:		
	Loans & Advances availed by the NBFC inclusive of interest accrued thereon but not paid:		
	(a) Debentures: Secured	Nil	Nil
	(b)Unsecured (Other than falling within the meaning of Public deposits)	Nil	Nil
	(c) Deferred Credits	Nil	Nil
	(d)Term Loans	Nil	Nil
	(e) Inter-corporate loans and borrowings	88,84,28,230/-	87,74,96,573/-
	(f) Commercial Paper	Nil	Nil
	(g) Other Loans – from Directors and Relatives	18,75,31,768/-	6,43,13,674/-



2.	Assets Side: Break-up of Loans and Advances including bills receivables (other than those included in (4) below):		
	(a) Secured	1,71,93,22,517/-	1,46,10,12,359/-
	(b) Unsecured	20,07,06,810/-	8,95,39,607/-
3.	Break-up of Leased Assets and Stock on Hire and other assets counting towards AFC activities		
	(i) Lease Assets including lease rentals Under sundry debtors:		
	(a) Financial Lease	Nil	Nil
	(b) Operating Lease	Nil	Nil
	(ii) Stock on hire including hire charges under sundry debtors:		
	(a) Assets on hire	Nil	Nil
	(b) Repossessed Assets	Nil	Nil
	(iii) Other loans counting towards AFC activities:		
	(a) Loans where assets have been Repossessed	Nil	Nil
	(b) Loans other than (a) above	Nil	Nil
4.	Break-up of Investments (net of provision for diminution in value) <u>Current Investments</u>		
	1. <u>Quoted</u>		
	(i) Shares:		
	(a) Equity	Nil	Nil
	(b) Preference	Nil	Nil
	(ii) Debentures & Bonds	Nil	Nil
	(iii) Units of Mutual Funds	Nil	Nil
	(iv) Government Securities	Nil	Nil
	(v) Others (please specify)	Nil	Nil
	2. <u>Unquoted</u>		
	(i) Shares:		
	(a) Equity	Nil	Nil
	(b) Preference	Nil	Nil
	(ii) Debentures & Bonds	Nil	Nil
	(iii) Units of Mutual Funds	Nil	Nil
	(iv) Government Securities	Nil	Nil
	(v) Others (please specify)	Nil	Nil



	<u>Long Term Investments</u>		
	1. <u>Quoted</u>		
	(i) Shares:		
	(a) Equity	Nil	Nil
	(b) Preference	Nil	Nil
	(ii) Debentures & Bonds	Nil	Nil
	(iii) Units of Mutual Funds	Nil	Nil
	(iv) Government Securities	Nil	Nil
	(v) Others (Share Advance)	Nil	Nil
	2. Unquoted		
	(i) Shares:		
	(a) Equity	5,00,00,000/-	5,00,00,000/-
	(b) Preference	Nil	Nil
	(ii) Debentures & Bonds	Nil	Nil
	(iii) Units of Mutual Funds	Nil	Nil
	(iv) Government Securities	Nil	Nil
	(v) Others (Share Advance)	Nil	Nil
5	Borrower group-wise classification of assets financed as in (2) and (3) above		
	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	Nil	Nil
6.	Investor group-wise classification of all investments (current and long term) in Shares and securities (both quoted and unquoted)		
	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	Nil	Nil



7.	Other Information		
	(i) Gross Non-performing assets		
	a) Related Party	Nil	Nil
	b) Other than related Party	Rs.26,69,849/-	Rs.1,83,00,518/-
	(ii) Net Non-performing assets		
	a) Related Party	Nil	Nil
b) Other than related Party	Rs.26,69,849/-	Rs.1,83,00,518/-	
(iii) Asset acquired in satisfaction of debt	Nil	Nil	

16. Additional disclosures as required by circular no. DNBS.CC.PD.No.265/03.10.01/2011-12 dated March 21, 2013 issued by the Reserve Bank of India

	(Rs. In Lakhs)	
Total Gold Loan portfolio	15,943.18	14,397.61
Total Assets	21,972.57	17,752.81
Gold Loan portfolio as a % of total assets	72.56	81.10

17. The Company has conducted public auction of pledged gold 6 times during the year 2022-23 and realized a total of Rs.15.39 Cr and adjusted the proceeds towards principal and interest outstanding from the borrowers.

18. Ratios

Particulars	31 March 2023	31 March 2022	Changes in ratio (%)	Explanation
Debt equity	2.03	1.99	2.01	-
Return on equity ratio	18%	24%	(23%)	-
Net profit ratio	28.46%	29.22%	(2.60%)	-
Return on capital employed	17.14%	20.19%	(15.11%)	-
Current ratio	Not Applicable		-	-
Debt service coverage ratio	Not Applicable		-	-
Inventory turnover ratio	Not Applicable		-	-
Trade receivables turnover ratio	Not Applicable		-	-
Trade payables turnover ratio	Not Applicable		-	-
Net capital turnover ratio	Not Applicable		-	-
Return on investment	Not Applicable		-	-

Notes:

- (1) The Company is a Non-Banking Financial Company registered under Reserve Bank of India Act, 1934, hence these ratios are not applicable.
- (2) Debt - equity ratio = (Total Outsiders Liability) / Tangible networth, where net worth is aggregate of equity share capital and other equity.
- (3) Return on equity ratio = profit after tax / average net worth
- (4) Net profit ratio = profit after tax/ total income



19. Utilisation of borrowed funds and share premium

No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity (ies), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries. L. Undisclosed income thereare no transactions not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income-tax Act, 1961. M. Corporate Social Responsibility (CSR) Refer note 55 N. Details of Crypto Currency or Virtual Currency the Company has not traded or invested in Crypto Currency or Virtual Currency during the financial year.

20. Undisclosed income

There are no transactions not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income-tax Act, 1961.

21. Corporate Social Responsibility (CSR)

Refer Note 5.

22. Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in Crypto Currency or Virtual Currency during the financial year.

FOR ALTN and Co.,
Chartered Accountants
Firm Reg.No.009689S

CA. N. Mohamed Ismail
Partner

M.No.208880

UDIN: 23208880BGWNRU4438

Place: Tirupur

Date: 24-06-2023



S. Gokilamani
Company Secretary
M.No.A59069

For and on behalf of the Board of Directors

R. Dhanapal
Director

DIN: 01506153

R. Rajkumar
Managing Director

DIN: 01506017