

Ecstasy

2020
TWENTY
1

Annual Report



Financial Services Pvt. Ltd.



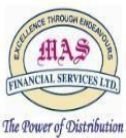
TRUST Since 1997

Acknowledgements

Thank
You

We are grateful to our Board Members, Team, partners, investors, auditors, govt. agencies and friends who have contributed to reach out to thousands of women, men, children and youth to achieve common goal of development, sustainably and empowerment around education, health, financial awareness and employment.

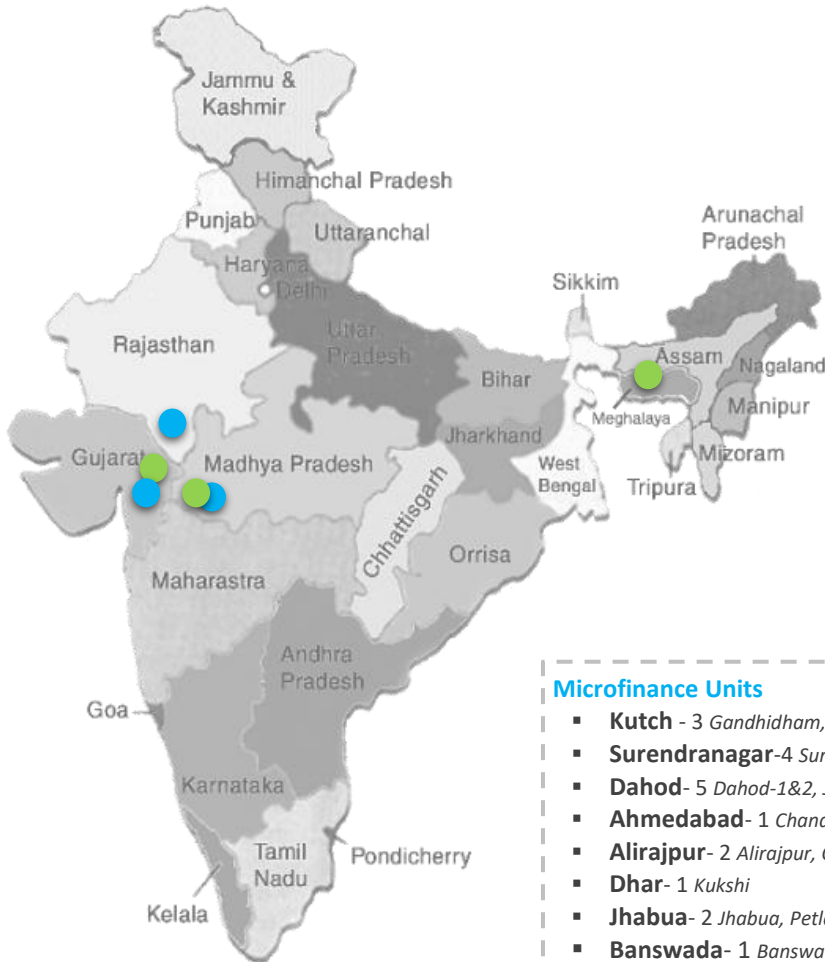
We are also thankful all of the supporting partners who helped us to provide covid relief to thousands of families in rural, tribal and urban areas of MP, Gujarat and Assam.



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Social Programs

- **Ahmedabad**-Vatva, Sanand, Chandkheda
- **Kutch**-Bhuj, Anjar, Bhachau, Gandhidham
- **Surendranagar**-Surendranagar, Wadhwan
- **Alirajpur**-Alirajpur, CSAN (Bhabra)
- **Kamrup**-Guwahati

Microfinance Units

- **Kutch** - 3 Gandhidham, Anjar, Rapar/Bhachau
- **Surendranagar**-4 Surendranagar, Wadhwan, Limbdi, Dhrangadhra
- **Dahod**- 5 Dahod-1&2, Jhalod, Sanjeli, Gangardi
- **Ahmedabad**- 1 Chandkheda
- **Alirajpur**- 2 Alirajpur, CSAN
- **Dhar**- 1 Kukshi
- **Jhabua**- 2 Jhabua, Petlawad
- **Banswada**- 1 Banswada
- **Dungarpur**- 1 Sagwada



Being an NGO and a NBFC-MFI, we always have certain commitments to our stakeholders including borrowers, partner organizations and people with whom we work. We have even bigger commitments with ourselves to remain passionate, committed, and honest with communities for whom we are working and exist.

*We are happy to announce our 5.83% equity partnership with **Ananya Finance for inclusive Growth Private Limited**, for NBFC-MFI; and clearance from Reserve Bank of India as a new and separate entity, viz. **Prayas Financial Services Pvt. Ltd. (PFSPL)**, during the year.*

*In FY 2019-20, we had 25,781 borrowers. However, in FY 2020-21, it dropped to around **20,000** borrowers in Rajasthan, Gujarat and Madhya Pradesh due to Covid-19. We managed 21 branches in three states with total loan outstanding of ₹ 43.76 Cr. Pandemic has hugely affected our borrowers and their lives; many lost their small businesses. Consequently, several members could not repay their dues on time.*

The last year has been turbulent, leading to a zig zag path for all of us in its own manner. We all had been dealing with life threatening pandemic, which is not over yet. Despite all the efforts by people, government, CSRs and NGOs like us, it was a nightmare that continues to haunt us even to this day.

We have faced many natural calamities like earthquakes, storms, cyclones, draught and flood with courage and strength to support communities. But this time, it was a new experience to us. Even our field team, central team and top management became victim of Covid virus.

We were in dandling situation whether we see ourselves and families or look after communities or how to manage partner's commitment when everything is locked, unlocked and relocked unexpectedly.

*We got immediate relief support from friends and partners like **Zomato, Feeding India, Godrej, FWWB** to reach out to many starving and covid victim families. We distributed emergency ration kits to more than 3000 families for 2 months. Thousands of wheat flour and lentils bag were distributed and items like face masks and sanitizers were provided to the needy community members.*

*Our long-term partners and friends like **Cholamandalam, Welspun, American India Foundation, Ahmedabad Municipal Corporation, GSACS, PBET** and many more remained with us throughout the cloudy days. We never felt any pressure. In fact, we realized great sense of strong partnership and accountability to deliver the best during the unlocked windows at various geographies.*

*Amid all the regular and common pandemic challenges, we could outreach to approximately **1,02,519** families through various developmental programs in the areas of Health, Education, and Income Generation. On program side, we implemented programs focusing Financial Literacy, Women Entrepreneurship, Health and Hygiene, HIV AIDS Control, Water & Sanitation and Education in collaboration with our esteemed partners in Gujarat, Madhya Pradesh, and Assam.*

This year we were also a little bit busy with FCRA and CSR compliances. Now things are in place as expected for smooth functioning in lines with government rules and regulations.

Pandemic has pushed us many years back. We may be down but are not out. We will fight back vigorously, with renewed energy. We are mustering resources to deal with the emerging financial needs, educational support to children, health, and psychosocial support to women, in the days to come.

We are confident that we will continue getting support from our partners to benefit needy persons collectively, and be in ecstasy of inner peace and achievements.



Bhadrash Rawal

Director & MD

Prayas Trust and PFSPL

Prayas

Financial Services Pvt. Ltd.



Financial Services Pvt. Ltd.

Performance Snapshot

For last many years, our performance has shown an incremental growth and significant contribution to the financial and banking sector in India. However, COVID-19 pandemic seriously affected the whole sector and its financial institutions like Banks, NBFCs, MFIs etc., across the country including our own performance.

Still, we managed to achieve a *growth of 5.98% in loan outstanding amount* and *49.5% increase in average loan ticket size* in FY 2020-21. We also merged one branch to control the operational cost.

Operational Outreach	Mar-21	Mar-20
<i>No. of state</i>	3	3
<i>No of Districts</i>	10	11
<i>No. of Branches</i>	21	22
<i>Total Groups</i>	2816	3461
<i>Total Number of Field Officers</i>	50	51

Borrowers Details	Mar-21	Mar-20
<i>Net number of borrowers</i>	18273	25781
<i>Total Outstanding Loan Amount (₹)</i>	43,76,09,865	41,28,90,547
<i>Cumulative Number of Loans disbursed (yearly)</i>	10682	23388
<i>Amount of Loan disbursed (₹)</i>	37,40,47,000	62,31,28,000

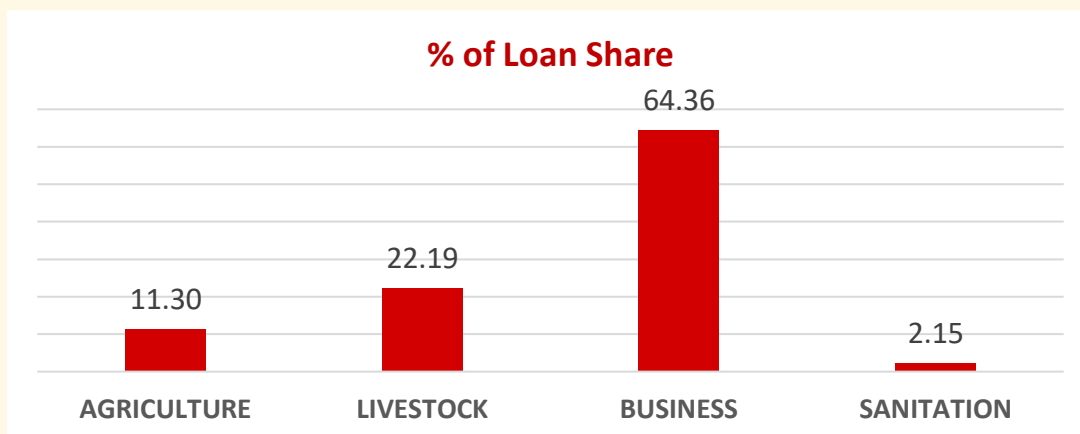
At the End of the Month	Mar-21	Mar-20
<i>Portfolio at Risk > 60 Days</i>	1.50%	0.21%
<i>Repayment Rate</i>	98.16%	99.44%

Rural Urban Divide	Mar-21	Mar-20
<i>Rural</i>	53%	59%
<i>Urban</i>	47%	41%

Outside Borrowing

Name of Bank/Financial Institution	Amount (₹)
MAS Financial Services Limited-Term Loan	26641577
Friends of Women World Banking	8695651
MI India Capital and Investment Private Limited	12614041
Prayas Organisation for Sustainable Development	4178290
MAS Financial Services Limited-Managed	63365369
Ananya Finance for Inclusive Growth Private Limited- Managed	85223385
Prayas Organisation for Sustainable Development-Managed	136911497
Prayas Organisation (AOP)	71726434
Total	409356244

Purpose of Loan	No of Loans	Loan Outstanding (₹)
AGRICULTURE	2580	49471378
LIVESTOCK	4138	97086799
BUSINESS	10984	281664679
SANITATION	571	9387009
Grand Total (₹)	18273	437609865



Prayas Financial Services Private Limited

BOARD OF DIRECTORS:

Bhadresh K Rawal
Managing Director
(DIN: 06746695)

Dinesh H Awasthi
Director
(DIN: 00415781)

COMPANY SECRETARY:

Ms. Charmi Shah
(Appointment w.e.f. March 08, 2021)

CHIEF FINANCIAL OFFICER:

Chirag Patel
(Appointment w.e.f. April 01, 2021)

STATUTORY AUDITORS:

M/s. Shah & Shah
Chartered Accountants, Ahmedabad
(Firm Registration No. 131527W)

BANKERS:

HDFC Bank
Ground Floor, Satyam 1,
Amba Business Park, Tri Mandir Campus
Adalaj, Gandhinagar – 382 421

CORPORATE IDENTIFICATION NUMBER:

U67190GJ2017PTC096063

REGISTERED OFFICE:

Satyam-1/308, Amba Business Park,
Tri Mandir Campus, Above HDFC/SBI Bank,
Adalaj, Gandhinagar – 382 421

EMAIL:

prayasmail@gmail.com

PHONE:

+91-79-48408308

WEBSITE:

www.prayasfinance.com

AGM NOTICE

NOTICE IS HEREBY GIVEN THAT THE FOURTH (4TH) ANNUAL GENERAL MEETING (“AGM”) OF THE MEMBERS OF PRAYAS FINANCIAL SERVICES PRIVATE LIMITED WILL BE HELD ON AUGUST 28, 2021, SATURDAY AT 11.30 A.M. AT THE REGISTERED OFFICE OF THE COMPANY SITUATED AT SATYAM-1/308, AMBA BUSINESS PARK, TRI MANDIR CAMPUS, ABOVE HDFC/SBI BANK, ADALAJ, GANDHINAGAR - 382 421, TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company as at March 31, 2021 and the Report of Directors’ and Auditors thereon.

For and on behalf of the Board of Directors
Prayas Financial Services Pvt. Ltd.

Bhadresh Keshavlal Rawal
Managing Director
(DIN: 06746695)

Date: August 02, 2021
Place: Gandhinagar

Registered Office: Satyam-1/308, Amba Business Park,
Tri Mandir Campus, Above HDFC/SBI Bank,
Adalaj, Gandhinagar - 382421
CIN: U67190GJ2017PTC096063
Phone: +91-79-48408308
E-mail: prayasmail@gmail.com

NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. The proxy in order to be effective should be duly stamped, completed and signed and must be deposited at the registered office of the Company not less than 48 hours before the time for holding the aforesaid meeting.
2. The Shareholders are requested to notify the change, if any, in their registered address to the Company immediately.
3. Members/ proxies should sign the attendance register.

ADDENDUM TO THE NOTICE OF 4TH ANNUAL GENERAL MEETING (“AGM”) OF THE MEMBERS OF PRAYAS FINANCIAL SERVICES PRIVATE LIMITED (THE “COMPANY”) SCHEDULED ON THE AUGUST 28, 2021, SATURDAY AT 11.30A.M. AT SATYAM-1/308, AMBA BUSINESS PARK, TRI MANDIR CAMPUS, ABOVE HDFC/SBI BANK, ADALAJ, GANDHINAGAR - 382 421

SPECIAL BUSINESS:

2. INCREASE IN AUTHORISED SHARE CAPITAL:

To consider and if thought fit, to pass with or without modification, the following resolution as **Ordinary Resolution:**

“**RESOLVED THAT** pursuant to provisions of section 61(1)(a) read with section 64 and all other applicable provisions, if any, of the Companies Act, 2013, (including any statutory modification or re-enactment thereof for the time being in force) and the rules made thereunder, the provisions of Articles of Association (AoA) of the Company, the approval of the Members be and is hereby accorded for the increasing the Authorized Share Capital of the company from Rs.9,00,00,000 (Rupees Nine Crore only) divided into 90,00,000 (Ninety Lakh) Equity Shares of Rs. 10/- (Rupees Ten only) each to Rs.20,00,00,000 (Rupees Twenty Crore only) divided into 2,00,00,000 (Two Crore) Equity Shares of Rs. 10/- (Rupees Ten only) each by creation of additional 1,10,00,000 (One Crores and Ten Lakhs) Equity Shares of Rs. 10/- (Rupees Ten Only) each, amounting to Rs. 11,00,00,000/- (Rupees Eleven Crores Only) ranking pari passu in all respect with the existing Equity Shares of the Company.”

“**RESOLVED FURTHER THAT** pursuant to provision of Section 13 and all other applicable provisions if any of the Companies Act, 2013 (including any amendment thereto or re-enactment thereof) and the rules framed there under, existing clause V of the Memorandum of Association (MoA) of the Company be substituted with the following new clause:

V. The Authorized Share Capital of the Company is Rs.20,00,00,000 (Rupees Twenty Crores only) divided into 2,00,00,000 (Two Crore) Equity Shares of Rs. 10/- (Rupees Ten only) each.”

“**RESOLVED FURTHER THAT** any one of the directors of the Company, be and is hereby authorized to sign, execute, submit and file the necessary forms and return with the Registrar of Companies, Gujarat and to do all acts, deeds and things as may be deemed necessary to give effect to this resolution.”

“RESOLVED FURTHER THAT copy of this resolution certified by any of the Directors or Company Secretary, be submitted to the concerned authorities and they be hereby requested to act upon the same.”

For and on behalf of the Board of Directors
Prayas Financial Services Pvt. Ltd.

Place: Gandhinagar
Date: August 28,2021

Bhadresh Keshavlal Rawal
Managing Director
(DIN: 06746695)

Registered Office: Satyam-1/308, Amba Business Park,
Tri Mandir Campus, Above HDFC/SBI Bank,
Adalaj, Gandhinagar – 382 421
CIN: U67190GJ2017PTC096063
Phone: +91-79-48408308
E-mail: prayasmail@gmail.com

NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. The proxy in order to be effective should be duly stamped, completed and signed and must be deposited at the registered office of the Company not less than 48 hours before the time for holding the aforesaid meeting.
2. The Shareholders are requested to notify the change, if any, in their registered address to the Company immediately.
3. Members/ proxies should sign the attendance register.
4. An Explanatory Statement with Respect to the Special Business to be transacted at the Meeting, as required under section 102(1) of the Companies act, 2013, is annexed hereto.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013

Item No:2

Increase in Authorised Share Capital:

The present Authorised Share Capital of the Company is Rs. 9,00,00,000 (Rupees Nine Crore only) divided into 90,00,000 (Ninety Lakhs) Equity Shares of Rs. 10/- (Rupees Ten only) each, Considering the future business prospects, it is necessary to increase the Authorised Share Capital of the Company from present Rs. 9,00,00,000 (Rupees Nine Crore only) to Rs.20,00,00,000 (Rupees Twenty Crore only). Accordingly, same is approved in the board meeting of the Company held on August 28, 2021 and recommended by the board for the approval of the members.

The proposed increase in Authorised Share Capital of the Company requires the approval of Members in General Meeting. Consequent upon increase in Authorised Share Capital, the Memorandum of Association of the Company will require alteration so as to reflect the increased Authorised Share Capital.

As per the provisions of the Companies Act, 2013 the Company requires to seek your approval for increase in the Authorised Share Capital and for alteration of Capital Clause of the Memorandum of Association.

In view of the above, the Board recommends the Ordinary Resolution as set out in Notice for approval of members.

None of the Directors, Key Managerial Person(s) of the Company including their relatives are, in any way, concerned or deemed to be interested in the proposed Resolutions.

A copy of the Memorandum of the Association and Articles of Association is available for inspection at the Registered Office of the Company.

For and on behalf of the Board of Directors

Prayas Financial Services Pvt. Ltd.

Bhadresh Keshavlal Rawal
Managing Director
(DIN: 06746695)

Place: Gandhinagar
August 28, 2021

Registered Office: Satyam-1/308, Amba Business Park,
Tri Mandir Campus, Above HDFC/SBI Bank,
Adalaj, Gandhinagar – 382 421
CIN: U67190GJ2017PTC096063
Phone: +91-79-48408308
E-mail: prayasmail@gmail.com



PRAYAS FINANCIAL SERVICES PRIVATE LIMITED

CIN : U67190GJ2017PTC096063

Add: Satyam-1/308, Amba Business Park, Tri Mandir Campus, Above HDFC/SBI Bank, Adalaj, Gandhinagar. Gujarat - 382 421.

Ph: +91-79-48408308

Email: prayasmail@gmail.com

Website: www.prayasfinance.com

**PROXY FORM
Form MGT-11**

(Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014) -

Name of Member:	
Registered Address:	
Email Id:	Folio No/DP ID/Client ID:

I/We, being the member(s) of the Company, hereby appoint

1. Name: _____ Email Id _____
Address: _____ Signature: _____ **or failing him**
2. Name: _____ Email Id _____
Address: _____ Signature: _____ **or failing him**
3. Name: _____ Email Id _____
Address: _____ Signature: _____

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 4th Annual General Meeting of the Company, to be held on the Saturday, 28.08.2021 at 11.30 a.m. Adalaj, Gandhinagar and at any adjournment thereof in respect of such resolutions as are indicated below. The holder of proxy may vote either for/in favor or in against in each resolution:

SN	Brief Details of the Resolution	For	Against
Ordinary Business:			
1)	To receive, consider and adopt the Audited Financial Statements of the Company as at March 31, 2021 and the Report of Directors' and Auditors thereon.		
Special Business:			
2)	N.A.		

Signed this _____ day of _____ 20__

Signature of Shareholder _____

Signature of first Proxy holder _____

Affix a
Revenue
Stamp of ₹
1/-

Signature(s) of Member(s)
Across the Revenue Stamp

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting. A proxy need not be a member of the company.

I hereby record of my presence at the ___ Annual General Meeting of the Company held on (day), (date) at (time) at the Registered Office of the Company situated at _____

Folio No/DP ID/Client ID _____ No. of Shares held:

Full Name of the Shareholder/ Proxy:

Signature of Shareholder / Proxy:

Note: Only Shareholder of the Company or their proxies will be allowed to attend the meeting.



PRAYAS FINANCIAL SERVICES PRIVATE LIMITED

CIN: U67190GJ2017PTC096063

Add: Satyam-1/308, Amba Business Park, Tri Mandir Campus, Above HDFC/SBI Bank, Adalaj, Gandhinagar. Gujarat – 382 421.

Ph: +91-79-48408308

Email: prayasmail@gmail.com

Website: www.prayasfinance.com

ATTENDANCE SLIP

Annual General Meeting at Satyam-1/308, Amba Business Park, Tri Mandir Campus, Above HDFC/SBI Bank, Adalaj, Gandhinagar – 382 421 on August 28, 2021, Saturday at 11:30 a.m.

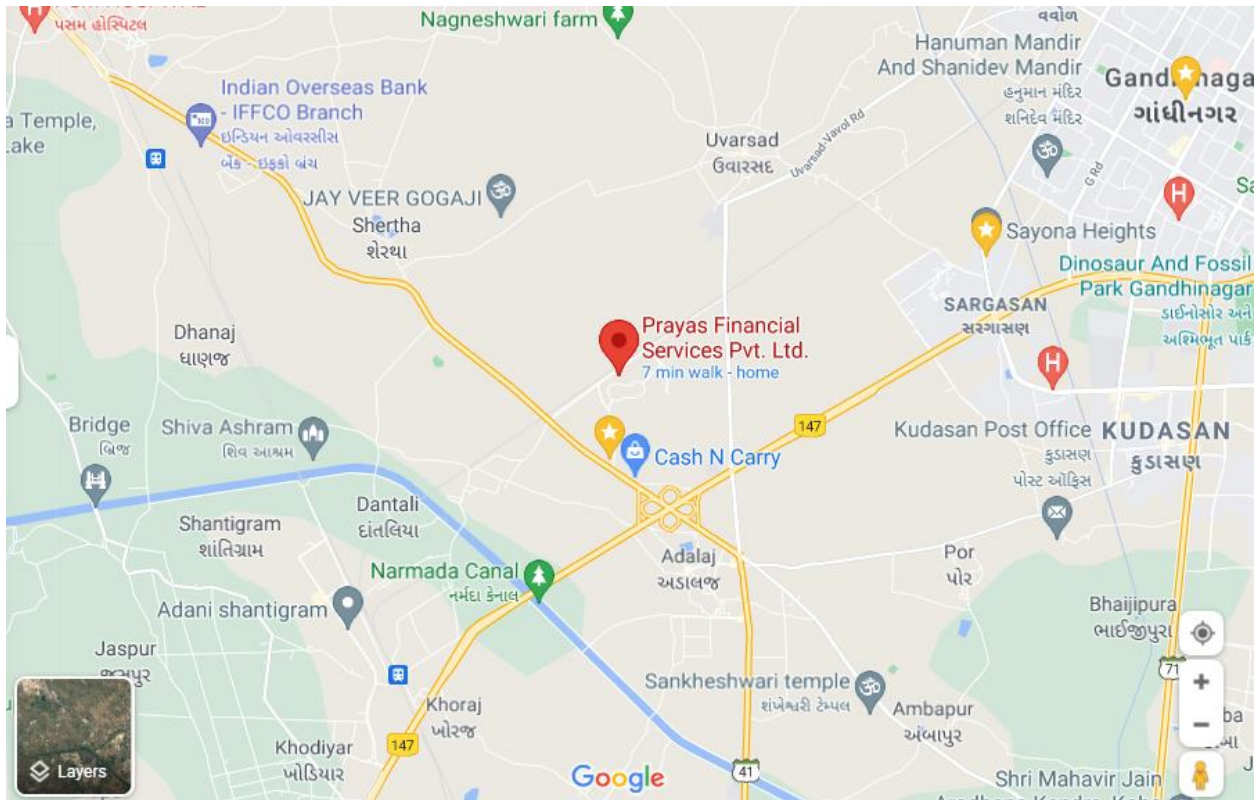
Folio No.	DP ID	Client ID	Number of Shares held

I certify that I am a member/proxy/authorized representative for the member of the Company

Member/Proxy/Representative's signature

Note: Please fill this Attendance Slip and have it over at the entrance of the Meeting Room. Only member/proxy/authorized representative can attend the meeting.

ROUTE MAP



Prayas Financial Services Private Limited

Venue of AGM: Satyam-1/308, Amba Business Park, Tri Mandir Campus, Above HDFC/SBI Bank, Adalaj, Gandhinagar - 382421

Day & Date of AGM: August 28, 2021, Saturday

Time of AGM: 11:30 a.m.

DIRECTORS' REPORT

To,
The Members,

The Directors of your Company have pleasure in presenting the 4th (**Fourth**) Annual Report together with the audited financial statements for the Financial Year ended on March 31, 2021.

1. FINANCIAL SUMMARY OR HIGHLIGHTS/PERFORMANCE OF THE COMPANY:

(in ₹)

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
Total Income	4,36,99,222	18,15,013
Less: Total Expense	4,11,18,186	12,76,317
Profit/(Loss) before Tax	25,81,036	5,38,696
Less: Current Tax	12,06,440	94,081
Less: Deferred Tax	(2,51,469)	(35,752)
Profit / (Loss) after Tax	16,26,065	4,80,367
Add: Balance brought forward from previous year (Deficit) / Surplus	(2,52,540)	(7,32,907)
Add: Other Comprehensive Income net of Income tax	NIL	NIL
Appropriations	NIL	NIL
Basic Earnings Per Share (In Rs.)	0.23	0.09

2. APPROPRIATION:

During the year under review, the Company transfer ₹ 3,25,213 (F.Y: 2019-20 ₹ NIL) to Special Reserve created under Section 45-IC of the Reserve Bank of India Act, 1934.

3. STATE OF AFFAIRS OF THE COMPANY:

During the year, there is Profit of ₹ 16,26,065 as compared to Profit of ₹ 4,80,367 in the F.Y:2019-20. As we move through the phases of Covid-19 pandemic and its consequential changes in the macro-economic factors, the Indian corporates have witnessed major changes in their operations, use of technology and other business activities. In addition, the Reserve Bank of India (the "RBI") had issued guidelines giving regulatory packages in response to the Covid-19 pandemic.

The F.Y: 2020-21 has been a challenging year for the whole MFI industry. During the year, the Company has provided Entry Level Loans amounting ₹ 5,83,21,000 to new Customers and amounting ₹ 31,57,26,000 to existing Customers. Overall, the Company has disbursed ₹ 37,40,47,000 in F.Y: 2020-21. The Assets under Management (AUM) as on March 31, 2021 was ₹ 43,76,09,865 representing an increase of 6% over the previous year. Interest rates on Loan disturbed charged as per RBI regulation.

With the unprecedented challenges and risks expected from this pandemic, during the year, it has been one of the most challenging years both for your Company and its customers. The COVID-19 pandemic outbreak which began in the middle of March 2020 continued to impact the economy throughout the financial year 2020-21. The year was full of uncertainties with slowdown in activities on the ground. The world was introduced to the new normal of lockdowns, containment zones, work from home with restricted movements of people and goods. Operations gradually resumed in mid-May in offices and branches.

Total no. of Branches: During the year, the Company has operated in total 21 branches, out of which Thirteen (13) Branches in the states of Gujarat, Six (6) Branches in Madhya Pradesh, Two (2) Branches in Rajasthan.

4. DIVIDEND:

Your Directors have not recommended any Dividend for the F.Y: 2020-21.

5. CREDIT RATING:

During the Year under review, the SMERA assigned a Comprehensive Grading M4C3.

6. RESOURCES:

During the year under review, the Company met its funding requirements primarily through borrowing from NBFC- Financial Institution. During the year under review, the net borrowings have increased from ₹ NIL as at March 31, 2020 to ₹ 1,48,642,914 as at March 31, 2021. The aggregate debt outstanding as on March 31, 2021 was ₹ 12,38,55,993.

7. SHARE CAPITAL:

- **Authorised Share Capital:** During the year, the Company has increased its Authorised Share Capital as follows:
 - a. From ₹ 5,75,00,000 (Rupees Five Crore Seventy-five Lakh only) divided into 5750000 (Fifty Seven Lakh Fifty Thousand) equity shares of ₹ 10/- (Rupees Ten only) each to ₹ 7,75,00,000 (Rupees Seven Crore Seventy-five Lakh only) divided into 7750000 (Seventy-Seven Lakh Fifty Thousand) equity shares of ₹ 10/- (Rupees Ten only) each in its Extra-Ordinary General Meeting (EGM) held on July 02, 2020.
 - b. From ₹ 7,75,00,000 (Rupees Seven Crore Seventy Five Lakh only) divided into 7750000 (Seventy Seven Lakh Fifty Thousand) equity shares of ₹ 10/- (Rupees Ten only) each to ₹ 8,25,00,000 (Rupees Eight Crore Twenty Five Lakh only) divided into 8250000 (Eighty Two Lakh Fifty Thousand) equity shares of ₹ 10/- (Rupees Ten only) each in its Extra-Ordinary General Meeting (EGM) held on September 15, 2020.

c. From ₹ 8,25,00,000 (Rupees Eight Crore Twenty Five Lakh only) divided into 8250000 (Eighty Two Lakh Fifty Thousand) equity shares of ₹ 10/- (Rupees Ten only) each to ₹ 9,00,00,000 (Rupees Nine Crore only) divided into 90,00,000 (Ninety Lakh) equity shares of ₹ 10/- (Rupees Ten only) each in its Extra-Ordinary General Meeting (EGM) held on December 16, 2020.

• **Issued, Subscribed, Paid-up Share Capital:** During the year, the Company has allotted following Equity Shares:

- a. 500000 (Five Lakh) Equity Shares of ₹ 10/- (Rupees Ten only) each through conversion of the Unsecured Loan to the extant outstanding bifurcating as 150000 (One Lakh Fifty Thousand) equity shares to Mr. Yug Rawal, 200000 (Two Lakh) equity shares to Mrs. Sunitaben Rawal and 150000 (One Lakh Fifty Thousand) equity shares to Ms. Charmi Rawal, total aggregating to ₹ 50,00,000/- (Rupees Fifty Lakh) on May 11, 2020 in physical form.
- b. 575000 (Five Lakh Seventy-Five Thousand) Equity Shares of ₹ 10/- (Rupees Ten only) each aggregating to ₹ 57,50,000/- (Rupees Fifty-Seven Lakh Fifty Thousand only) on July 20, 2020 through Rights issue to Prayas Organisation in physical form.
- c. 632500 (Six Lakh Thirty-Two Thousand Five Hundred) Equity Shares of ₹ 10/- (Rupees Ten only) each aggregating to ₹ 63,25,000/- (Rupees Sixty-Three Lakh Twenty-Five Thousand only) on August 10, 2020, through Rights issue to Prayas Organisation in physical form.
- d. 347875 (Three Lakh Forty-Seven Thousand Eight Hundred and Seventy-Five) Equity Shares of ₹ 10/- (Rupees Ten only) each aggregating to ₹ 34,78,750 /- (Rupees Thirty-Four Lakh Seventy-Eight Thousand Seven Hundred Fifty only) on August 27, 2020, through Rights issue to Prayas Organisation in physical form.
- e. 292215 (Two Lakh Ninety-Two Thousand Two Hundred and Fifteen) Equity Shares of ₹ 10/- (Rupees Ten only) each aggregating to ₹ 29,22,150 /- (Rupees Twenty-Nine Lakh Twenty-Two Thousand One Hundred and Fifty only) on September 21, 2020 through Rights issue to Prayas Organisation in physical form.
- f. 414414 (Four Lakh Fourteen Thousand Four Hundred and Fourteen) Equity Shares of ₹ 10/- (Rupees Ten only) each through Rights issue bifurcating as 160000 (One Lakh Sixty Thousand) equity shares to Prayas Organisation and 254414 (Two Lakh Fifty-Four Thousand Four Hundred and Fourteen) equity shares to Mr. Bhadresh Rawal, total aggregating to ₹ 41,44,140/- (Rupees Forty-One Lakh Forty-Four Thousand One Hundred Forty only) on October 26, 2020, in physical form.
- g. 500000 (Five Lakh) Equity Shares on Private Placement basis having a nominal value of ₹ 10/- (Rupees Ten only) per share with premium of ₹ 5/- (Rupees Five only) each in lieu of subscription monies of ₹ 75,00,000/- (Rupees Seventy Five Lakh only) on February 19, 2021 to Ananya Finance for Inclusive Growth Private Limited in physical form.

Currently, the Authorised Capital of the Company is ₹ 9,00,00,000 (Rupees Nine Crore only) divided into 90,00,000 (Ninety Lakh) equity shares of ₹ 10/- (Rupees Ten only) each and Issued, Subscribed, Paid-up Share Capital of the Company is ₹ 8,51,20,040 (Rupees Eight Crore Fifty-One Lakh Twenty-Thousand Forty only) divided into 8512004 (Eighty Five Lakh Twelve Thousand Four) equity shares of ₹ 10/- (Rupees Ten only) each.

8. ALTERATION OF ARTICLES OF ASSOCIATION (AOA) & MEMORANDUM OF ASSOCIATION (MOA):

Sr. No	Purpose of alteration	Alteration of AoA/ MoA	Date of EGM
1	Increase in authorised capital from INR 5,75,00,000 to INR 7,75,00,000	MoA	02.07.2020
2	Increase in authorised capital from INR 7,75,00,000 to INR 8,25,00,000	MoA	15.09.2020
3	Alteration in clause of Common Seal	AoA	24.10.2020
4	Increase in authorised capital from INR 8,25,00,000 to INR 9,00,00,000	MoA	16.12.2020
5	New set of articles as per Share Subscription Agreement	AoA	30.01.2021
6	Revision in terms of AoA	AoA	19.03.2021

9. FIXED DEPOSITS:

The Company being a non-deposit taking Non-Banking Financial Company (“NBFC”) MFI, has not accepted any deposits from the public during the year under review.

10. RESERVES:

During the year under review, the Company has not transferred any amount to General Reserve.

11. DETAILS OF DIRECTORS OR KEY MANAGERIAL PERSONNEL WHO WERE APPOINTED OR HAVE RESIGNED DURING THE YEAR:

During the year, there is no change in the Board of Directors of the Company except the appointment of Mr. Bhadresh Rawal (DIN: 06746695) as a Managing Director of the Company for a period of 5 (Five) years w.e.f. January 30, 2021.

During the year under review, the Company has appointed Ms. Charmi Shah as the Company Secretary (CS) of the Company w.e.f. March 08, 2021. Further, Mr. Chirag Patel has been appointed as Chief Financial Officer (CFO) w.e.f. April 01, 2021.

12. FIT AND PROPER CRITERIA & CODE OF CONDUCT:

All the Directors meet the fit and proper criteria stipulated by the Reserve Bank of India (“RBI”). All the Directors of the Company have affirmed compliance with the Code of Conduct of the Company.

13. DECLARATION OF INDEPENDENCE FROM INDEPENDENT DIRECTORS:

The Company is not required to appoint Independent Directors and therefore not required to take declaration under section 149(6) of the Companies Act, 2013 read with the Schedules and rules issued thereunder.

14. MANAGERIAL REMUNERATION:

Sr. No.	Name of Director	Remuneration for F.Y: 2020-21 (Amount In ₹)	Remuneration for F.Y 2019-20 (Amount In ₹)
1	Bhadresh Rawal -Managing Director w.e.f. 30.01.2021	3,37,050	N.A.
2	Bhadresh Rawal -Executive Director w.e.f. 01.04.2020	16,50,250	

15. CONSTITUTION OF THE AUDIT COMMITTEE (“AC”):

The Company has constituted an Audit Committee (AC) in terms of the requirements of the Act and pursuant to Master Circular “Non-Banking Financial Companies - Corporate Governance (Reserve Bank) Directions, 2015” dated July 01, 2015. Currently, the Company has 2 Directors on the Board and is in the process of identifying suitable person for appointment of its 3rd Director in the Company. Hence, as of now the following Committees are constituted with the appointment of 2 Members and re-constitution of the said Committees of the Board with 3 Members shall be possible only thereafter. The following are the two members of the AC:

Sr. No.	Name of the Director	Nature of Directorship
1	Mr. Bhadresh Rawal	Managing Director
2	Mr. Dinesh Awasthi	Director

The committee has reviewed the Financial Reporting process, the system of internal controls, audit process and compliances with applicable laws and regulations and internal guidelines. The said Committee met 1 (One) time during the financial year on July 31, 2020 with the presence of both the members.

16. CONSTITUTION OF THE NOMINATION & REMUNERATION COMMITTEE (NRC):

The Company has constituted Nomination & Remuneration Committee (“NRC”) in terms of the requirements of the Act and pursuant to Master Circular “Non-Banking Financial Companies - Corporate Governance (Reserve Bank) Directions, 2015” dated July 01, 2015. Currently, the Company has 2 Directors on the Board and is in the process of identifying suitable person for appointment of its 3rd Director in the Company. Hence, as of now the following Committees are constituted with the appointment of 2 Members and re-constitution of the said Committees of the Board with 3 Members shall be possible only thereafter. The following are the two members of the NRC:

Sr. No.	Name of the Director	Nature of Directorship
1	Mr. Bhadresh Rawal	Managing Director
2	Mr. Dinesh Awasthi	Director

The NRC met 1 (One) time during the financial year on January 31, 2021 with the presence of both the members.

17. RISK MANAGEMENT FRAMEWORK:

The Company has adopted a Risk Management Policy. The Company, as it advances towards its business objectives and goals, is often subjected to various risks. Credit risk, market risk, liquidity risk and operational risk are some of the risks that the Company is exposed to.

The Company has constituted Risk Management Committee (RMC) in terms of the requirements pursuant to Master Circular “Non-Banking Financial Companies - Corporate Governance (Reserve Bank) Directions, 2015” dated July 01, 2015. The following are the two members of the RMC:

Sr. No.	Name of the Director	Nature of Directorship
1	Mr. Bhadresh Rawal	Managing Director
2	Mr. Dinesh Awasthi	Director

The RMC met 1 (One) time during the financial year on March 19, 2021 with the presence of both the members.

18. VIGIL MECHANISM:

Pursuant to Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014 read with Section 177(9) of the Act, the Company has adopted a Vigil Mechanism Framework (“Framework”), under which the Whistle Blower Policy has been adopted.

The objective of the Framework is to establish a redressal forum, which addresses all concerns raised on questionable practices and through which the Directors and employees can raise actual or suspected violations. The Vigil Mechanism Framework empowers all levels of employees including top management to raise voice against actual/ suspected violations. The implementation of the framework is monitored through the Audit Committee.

The mechanism framed by the Company is in compliance with requirements of the Act and available on the website viz. www.prayasfinance.com.

19. DISCLOSURE RELATING TO HOLDING, SUBSIDIARY, JOINT VENTURE AND ASSOCIATE COMPANIES:

Your Company has not any Subsidiary or Joint Venture or Associate Company.

20. HIGHLIGHTS OF PERFORMANCE OF THE SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENT:

Your Company has not any Subsidiary or Joint Venture or Associate Company.

21. CHANGES IN THE NATURE OF BUSINESS DURING THE YEAR, IF ANY:

There was no change in the nature of business of the Company during the year under review.

22. STATUTORY AUDITORS:

Pursuant to the provisions of Section 139(2) of the Act and the rules made thereunder, the Members at their First (1st) AGM held on September 29, 2018, had appointed M/s. SHAH & SHAH, Chartered Accountants, Ahmedabad (Firm Registration No. 131527W) as the Statutory Auditors of the Company for a term of five years i.e., till the conclusion of 06th Annual General Meeting.

Further, the Reserve Bank of India (RBI) issued guidelines on appointment of statutory auditor (s) by Non-Banking Financial Company (NBFC) vide. Circular RBI/2021-22/25 Ref. No. DoS. CD.ARG/SEC.01/08.91.001/2021-22 dated April 27, 2021 ('Circular'/'Guidelines'). However, the RBI has given flexibility to such Non-Banking Financial Companies (NBFCs) having asset size below ₹ 1,000 Crore have the option to continue with their extant procedure pursuant to clause 2 of the said guidelines.

23. AUDITORS' REPORT:

The Auditors' Report to the Members during the year under review is unmodified and does not contain any qualification. The Notes to the accounts referred to in the Auditors' Report are self-explanatory and therefore do not call for any further clarifications under Section 134(3)(f) of the Act.

24. REPORTING OF FRAUDS BY AUDITORS:

There were no frauds reported by the Auditors of the Company under Section 143(12) of the Act.

25. MAINTENANCE OF COST RECORDS:

The Company is not required to maintain Cost records as specified by the Central Government under section 148(1) of the companies Act, 2013.

26. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

The Company being an NBFC, the particulars regarding conservation of energy and technology absorption as required to be disclosed pursuant to provisions of Rule 8(3) of the Companies (Accounts) Rules, 2014 are not relevant.

During the year, there was no foreign exchange inflow or outgo.

27. NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS:

The Board of Directors met 19 (Nineteen) times during the financial year 2020-21 at Regular intervals.

Sr. No.	Date of the Meeting	Attendance
1.	01/04/2020	Both the directors were present in the meeting

2.	11/05/2020	Both the directors were present in the meeting
3.	11/06/2020	Both the directors were present in the meeting
4.	08/07/2020	Both the directors were present in the meeting
5.	20/07/2020	Both the directors were present in the meeting
6.	31/07/2020	Both the directors were present in the meeting
7.	10/08/2020	Both the directors were present in the meeting
8.	19/08/2020	Both the directors were present in the meeting
9.	27/08/2020	Both the directors were present in the meeting
10.	10/09/2020	Both the directors were present in the meeting
11.	21/09/2020	Both the directors were present in the meeting
12.	29/09/2020	Both the directors were present in the meeting
13.	12/10/2020	Both the directors were present in the meeting
14.	26/10/2020	Both the directors were present in the meeting
15.	25/11/2020	Both the directors were present in the meeting
16.	30/01/2021	Both the directors were present in the meeting
17.	19/02/2021	Both the directors were present in the meeting
18.	20/02/2021	Both the directors were present in the meeting
19.	19/03/2021	Both the directors were present in the meeting

28. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:

The Company has an internal financial control system for ensuring orderly and efficient conduct of its business, safeguarding of its assets, prevention and detection of frauds and errors, to maintain accuracy and completeness of accounting records and timely preparation of reliable financial information.

29. CORPORATE SOCIAL RESPONSIBILITY INITIATIVES TAKEN DURING THE YEAR:

Pursuant to Section 134(3)(o) of the Act, this is not applicable to the Company.

30. DIRECTORS' RESPONSIBILITY STATEMENT:

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, shall state that—

- (a) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- (b) the Directors have 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 as at March 31, 2021 and of the profit and loss of the Company for that period;
- (c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (d) the Directors have prepared the annual accounts on a going concern basis; and
- (e) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws including Secretarial Standards and that such systems were adequate and operating effectively.

31. PARTICULARS OF LOAN GIVEN, INVESTMENT MADE OR GUARANTEE OR SECURITY PROVIDED BY THE COMPANY:

The Company has not provided any guarantees and made investments covered under the provisions of section 186 of the Companies Act, 2013.

However, the company has taken Inter-corporate Advances of ₹ 9,61,42,526 during the year.

32. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

The particulars of every contract or arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto disclosed in AOC-2 as '**Annexure A**'. The Directors draw attention to notes to the Financial Statements which sets out related party disclosures.

33. POLICY FOR PREVENTION, PROHIBITION AND REDRESSAL OF SEXUAL HARASSMENT AT WORKPLACE:

The Company has in place a policy for prevention, prohibition and redressal of sexual harassment at workplace. Further, the Company has constituted an Internal Complaints Committee.

Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, where employees can register their complaints against sexual harassment. Appropriate reporting mechanisms are in place for ensuring protection against sexual harassment and the right to work with dignity.

During the year under review, no case of sexual harassment was reported.

34. ANNUAL RETURN AS PRESCRIBED UNDER THE ACT AND RULES MADE THEREUNDER:

Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of Annual Return is attached as 'Annexure 'B' and also hosted on the website of the Company at www.prayasfinance.com

35. MATERIAL CHANGES AND COMMITMENTS:

There is no material changes have been occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

36. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS:

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

Further, no penalties have been levied by the RBI / any other Regulators during the year under review.

37. COMPLIANCE WITH SECRETARIAL STANDARDS:

The Company has complied with the Secretarial Standards issued by the Institute of Company Secretaries of India in carrying out its Board meetings and Annual General Meeting.

38. RBI GUIDELINES:

The Company continues to comply with all the requirements prescribed by the Reserve Bank of India from time to time.

ACKNOWLEDGEMENTS:

The Board of Directors of the Company takes this opportunity to place on record its gratitude for the guidance and support extended, from time to time, by RBI, Ministry of Corporate Affairs, Registrar of Companies (Gujarat) and all such other governmental and regulatory authorities. Your directors also place on record their sincere appreciation for the continued support extended by the bankers, financial institutions, lenders and stakeholders and the trust reposed by them in the Company. Recognizing the challenging work environment, in general and particularly during the unprecedented time of Covid-19 pandemic, the directors sincerely acknowledge all-round efforts and commitment displayed by all the employees who have been reporting to work at the office during the lockdown. The directors further express their immense respect for the employees risking their lives to fight this pandemic.

For and on behalf of the Board of Directors
Prayas Financial Services Private Limited

Date: August 02,2021
Place: Gandhinagar

Bhadresh Keshavlal Rawal
Managing Director
(DIN: 06746695)

Annexure 'A'
Form No. AOC-2

[Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014]

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis					
There were no contracts or arrangements, or transactions entered into during the year ended March 31, 2021 which were not at arm's length basis.					
Details of material contracts or arrangement or transactions at arm's length basis					
Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements / transactions	Duration of the contracts/ arrangement s/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any (in ₹)	Date(s) of approval by the Board, if any	Amount paid as advances, if any
Prayas Organisation	Loan Taken	01.04.2020 to 31.03.2021	9,13,52,882/-	Appropriate approval in terms of the management approval system have been taken in all the cases	
Prayas Organisation	Loan Repaid	01.04.2020 to 31.03.2021	2,30,46,871	Appropriate approval in terms of the management approval system have been taken in all the cases	
Charmi Rawal	Loan Taken	01.04.2020 to 31.03.2021	15,00,000	Appropriate approval in terms of the management approval system have been taken in all the cases	
Yug Rawal	Loan Taken	01.04.2020 to 31.03.2021	15,00,000	Appropriate approval in terms of the management approval system have been taken in all the cases	

Sunitaben Rawal	Loan Taken	01.04.2020 to 31.03.2021	20,00,000	Appropriate approval in terms of the management approval system have been taken in all the cases	
Charmi Rawal	Loan Converted to Equity	01.04.2020 to 31.03.2021	15,00,000	Appropriate approval in terms of the management approval system have been taken in all the cases	
Yug Rawal	Loan Converted to Equity	01.04.2020 to 31.03.2021	15,00,000	Appropriate approval in terms of the management approval system have been taken in all the cases	
Sunitaben Rawal	Loan Converted to Equity	01.04.2020 to 31.03.2021	20,00,000	Appropriate approval in terms of the management approval system have been taken in all the cases	
Prayas Organisation for Sustainable Development	Loan Taken	01.04.2020 to 31.03.2021	45,02,870	Appropriate approval in terms of the management approval system have been taken in all the cases	
Prayas Organisation for Sustainable Development	Loan Repaid	01.04.2020 to 31.03.2021	7,33,000	Appropriate approval in terms of the management approval system have been taken in all the cases	
Prayas Organisation for Sustainable Development	Security Deposit Received back	01.04.2020 to 31.03.2021	2,06,95,000	Appropriate approval in terms of the management approval system have been taken in all the cases	

Prayas Organisation	Interest Payment	01.04.2020 to 31.03.2021	34,20,423	Appropriate approval in terms of the management approval system have been taken in all the cases	
Prayas Organisation for Sustainable Development	Interest Payment	01.04.2020 to 31.03.2021	4,08,420	Appropriate approval in terms of the management approval system have been taken in all the cases	

For and on behalf of the Board of Directors
Prayas Financial Services Pvt. Ltd.

Date: August 02, 2021
Place: Gandhinagar

Bhadresh Keshavlal Rawal
Managing Director
(DIN: 06746695)

FORM NO. MGT-9**ANNEXURE: 'B'
Form No.MGT-9****EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON MARCH 31, 2021**

[Pursuant to section92(3) of the CompaniesAct,2013 andrule12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	U67190GJ2017PTC096063
ii.	Registration Date	03/03/2017
iii.	Name of the Company	PRAYAS FINANCIAL SERVICES PRIVATE LIMITED
iv.	Category/Sub-Category of the Company	Company Limited by Shares/ Indian Non-Government Company
v.	Address of the Registered office and contact details	Satyam-1/308, Amba Business Park, Tri Mandir Campus, Above HDFC/SBI Bank, Adalaj, Gandhinagar - 382 421
vi.	Whether listed company	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	N.A.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated: -

Sr. No.	Name and Description of main products/ services	NIC Code of the Product/	% to total turnover of the company
1	Other Credit Granting (Microfinance)	64920	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary /Associate	%of shares held	Applicable Section
1.	N.A.	N.A.	N.A.	N.A.	N.A.

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year (₹)				No. of Shares held at the end of the year (₹)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter									
1) Indian-	0	0	0	0	0	0	0	0	0
a) Individual/HUF	0	254500	254500	4.85	0	1008914	1008914	11.86	07.00
b) Central Govt	0	0	0	0	0	0	0	0	0
c) State Govt(s)	0	0	0	0	0	0	0	0	0
d) Bodies Corp	0	0	0	0	0	0	0	0	0
e) Banks / FI	0	0	0	0	0	0	0	0	0
f) Any Other	0	4995500	4995500	95.15	0	7003090	7003090	82.27	(12.88)
Sub-total(A)(1):-	0	5250000	5250000	100.00	0	8012004	8012004	94.12	(05.88)
2) Foreign									
g) NRIs-Individuals	0	0	0	0	0	0	0	0	0
h) Other-Individuals	0	0	0	0	0	0	0	0	0
i) Bodies Corp.	0	0	0	0	0	0	0	0	0
j) Banks / FI	0	0	0	0	0	0	0	0	0
k) Any Other..	0	0	0	0	0	0	0	0	0
Sub-total(A)(2):-	0	0	0	0	0	0	0	0	0
Total Shareholding of Promoter (A)= (A)(1)+(A)(2)	0	5250000	5250000	100.00	0	8012004	8012004	94.12	(05.88)
B. Public Shareholding									
1. Institutions:									
a) Mutual Funds	0	0	0	0	0	0	0	0	0
b) Banks / FI	0	0	0	0	0	0	0	0	0
c) Central Govt	0	0	0	0	0	0	0	0	0
d) State Govt(s)	0	0	0	0	0	0	0	0	0
e) Venture Capital Funds	0	0	0	0	0	0	0	0	0
f) Insurance Companies	0	0	0	0	0	0	0	0	0
g) FIIs	0	0	0	0	0	0	0	0	0

h) Foreign Venture Capital Funds	0								
		0	0	0	0	0	0	0	0
i) Others (specify)- Ananya Finance for Inclusive Growth Pvt. Ltd.	0	0	0	0	0	500000	500000	05.87	05.87
Sub-total(B)(1)	0	0	0	0	0	500000	500000	05.87	05.87
2. Non Institutions									
a) Bodies Corp.									
(i) Indian									
(ii) Overseas	0	0	0	0	0	0	0	0	0
b) Individuals									
(i) Individual shareholders holding nominal share capital upto Rs. 1 lakh									
(ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	0	0	0	0	0	0	0	0
c) Others(Specify)	0	0	0	0	0	0	0	0	0
Sub-total(B)(2)	0	0	0	0	0	0	0	0	0
Total Public Shareholding (B)=(B)(1)+(B)(2)	0	0	0	0	0	0	0	0	0
C. Shares held by Custodian for GDRs &ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	0	5250000	5250000	100.00	0	8512004	8512004	100.00	0

ii.Shareholding of Promoters

Sr. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			
		No. of Shares (₹)	% of total Shares of the company	%of Shares Pledged encumbered	No. of Shares (₹)	% of total Shares of the company	%of Shares Pledged encumbered	% Change during the year
1.	Bhadresh Keshavlal Rawal	254500	4.85	0	508914	5.98	0	1.13
2.	Sunitaben Rawal	0	0	0	200000	2.35	0	2.35
3.	Yug Rawal	0	0	0	150000	1.76	0	1.76
4.	Charmi Rawal	0	0	0	150000	1.76	0	1.76
5.	Prayas Organisation	4995500	95.15	0	7003090	82.27	0	(12.88)
	Total	5250000	100.00	0	8012004	94.17	0	(5.83)

iii.Change in Promoters' Shareholding (please specify, if there is no change)

Sr. no	BHADRESH KESHAVLAL RAWAL	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares (₹)	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	254500	4.85		
	Allotment of shares on 26.10.2020	254414	1.5	508914	6.35
	At the End of the year			508914	5.98*

*After considering increase in paid up share capital of the Company as on 19.02.2021 i.e. 8512004

Sr. no	SUNITABEN BHADRESH RAWAL	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total	No. of shares	% of total

			shares of the company		shares of the company
	At the beginning of the year	0	0		
	Allotment of shares on 11.05.2020	0	0	200000	2.35
	At the End of the year			200000	2.35

Sr. no	YUG BHADRESH RAWAL	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	0	0		
	Allotment of shares on 11.05.2020	0	0	150000	1.76
	At the End of the year			150000	1.76

Sr. no	CHARMI BHADRESH RAWAL	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	0	0		
	Allotment of shares on 11.05.2020	0	0	150000	1.76
	At the End of the year			150000	1.76

Sr. no	PRAYAS ORGANISATION	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	4995500	86.88		
	Allotment of shares on 20.07.2020	575000	5.8	5570500	88.07
	Allotment of shares on 10.08.2020	632500	1.09	6203000	89.16
	Allotment of shares on 27.08.2020	347875	0.51	6550875	89.77

Allotment of shares on 21.09.2020	292215	0.4	6843090	90.07
Allotment of shares on 26.10.2020	160000	2.66	7003090	87.41
At the End of the year			7003090	82.27*

*After considering increase in paid up share capital of the Company as on 19.02.2021 i.e. 8512004

iv. Shareholding Pattern of top ten Shareholders (other than Directors, Promoters & Holders of GDRs & ADRs):

Sl. No	Particulars	Shareholding at the end of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No of shares	% of total shares of the company
	For Each of the Top 10 Shareholders				
	At the beginning of the year	0	0	0	0
	Date wise increase in Promoters Shareholding during the year specifying the reasons for increase (e.g. allotment/transfer/bonus/sweat equity etc) Allotment of Equity shares to Ananya Finance for Inclusive Growth Pvt. Ltd. on February 19,2021	0	0	500000	5.87
	At the end of the year (or on the date of separation, if separated during the year)	0	0	500000	5.87

v. Shareholding of Directors & KMP

Sl. No.	BHADRESH KESHAVLAL RAWAL	Share holding at the beginning of the Year (₹)		Cumulative Share holding during the year	
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
1					
	At the beginning of the year	254500	4.85		
	Allotment of shares on 26.10.2020	254414	1.5	508914	6.35
	At the end of the year			508914	5.98*

*After considering increase in paid up share capital of the Company as on 19.02.2021 i.e. 8512004

V. INDEBTEDNESS:

Indebtedness of the Company including interest outstanding/accrued but not due for payment:

(In ₹)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	0	0	0	0
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total(i+ii+iii)	0	0	0	0
Change in Indebtedness during the financial year				
Addition	4,00,00,000	10,86,42,914	0	14,86,42,914
Reduction	46,62,772	2,01,24,149	0	2,47,86,921
Net Change	3,53,37,228	8,85,18,765	0	12,38,55,993
Indebtedness at the end of the financial year				
i) Principal Amount	3,53,37,228	8,84,04,724	0	12,37,41,952
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	1,14,041	0	1,14,041
Total (i+ii+iii)	3,53,37,228	8,85,18,765	0	12,38,55,993

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**a. Remuneration to Managing Director, Whole-Time Directors and/ or Manager:**

(In ₹)

SN.	Particulars of Remuneration	Name of MD/WTD/Manager	Total Amount
1	Gross salary	Mr. Bhadresh Rawal	
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	19,87,300	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-

2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission - as of profit - others, specify...	-	-
5	Others, please specify	-	-
	Total (A)	19,87,300	
	Ceiling as per the Act	N. A.	N. A.

b. Remuneration to other directors:

(In ₹)

SN.	Particulars of Remuneration	Name of Directors	
1	Independent Directors	-	-
	Fee for attending board committee meetings	-	-
	Commission	-	-
	Others, please specify	-	-
	Total (1)	-	-
2	Other Non-Executive Directors	Mr. Dinesh Awasthi	-
	Fee for attending board committee meetings	-	-
	Commission	-	-
	Others, please specify	-	-
	Total (2)	-	-
	Total (B)=(1+2)	-	-
	Total Managerial Remuneration	-	-
	Overall Ceiling as per the Act	-	-

c. Remuneration to Key Managerial Personnel Other Than MD/Manager/WTD

(In ₹)

SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS*	CFO**	Total
1	Gross salary	-	-	-	-
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	27,097	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as of profit	-	-	-	-
	- others, specify	-	-	-	-
5	Others, please specify	-	-	-	-
	Total	-	27,097	-	-

*CS has been appointed w.e.f. 08.03.2021

**CFO has been appointed w.e.f. 01.04.2021

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD/ NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

For and on behalf of the Board of Directors
Prayas Financial Services Private Limited

Date: August 02,2021
Place: Gandhinagar

Bhadresh Keshavlal Rawal
Managing Director
(DIN: 06746695)

INDEPENDENT AUDITOR'S REPORT

To the Members of Prayas Financial Services Private Limited Report on audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Prayas Financial Services Private Limited** ('the Company'), which comprise the balance sheet as at March 31, 2021, the Statement of Profit and Loss, Statement of Cash flows and the for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021 the profit 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 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 evidence to provide a basis for our opinion.

Key Audit Matters

Key Audit Matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and informing our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

Information Other than Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include 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 financial statements, or

our knowledge obtained in the 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.

Responsibilities of Management and those charged with governance for financial statements

The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these 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 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 Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility for the Audit of Financial Statement

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 internal financial controls with reference to Financial Statements 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.

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor’s Report) Order, 2016 (“the Order”) issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the “**Annexure A**”, a statement on the matters specified in the paragraph 3 and 4 of the order.

2. 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 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 March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164(2) of the Act;
- f. Reporting on the adequacy of Internal Financial Control Over Financial Reporting of the Company and the operating effectiveness of such controls, under section 143(3)(i) of the Act is not applicable in view of the exemption available to the company in terms of the notification no. G.S.R. 583(E) dated 13 June 2017.

- g. 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; and
 - iii. There is no amount which is required to be transferred, to the Investor Education and Protection Fund by the Company.

For **Shah & Shah**
Chartered Accountants
Firm's Registration Number 131527W

Tejas C. Shah
Partner
Membership No. 135639
UDIN: 21135639AAAAFH5563

Date: June 30, 2021
Place: Ahmedabad

Annexure - A to the Independent Auditors' Report

With reference to the Annexure referred to in paragraph 1 in "Report on Other Legal and Regulatory Requirements" of the Independent Auditors' Report to the Members of the Company on the financial statements for the year ended on March 31, 2021 we report that:

1. In respect of the Company's fixed assets:
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of available information.
 - (b) According to the information and explanation given to us, the fixed assets have been physically verified by the management once in a year which in our opinion is reasonable, having regards to the size of the Company and nature of its business. No material discrepancies have been noticed on such verifications.
 - (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there was no immovable property held in the name of the Company hence reporting under clause 3(i)(c) of the order is not applicable.
2. The Company is in the business of providing financial services and does not have any physical inventories. Accordingly, reporting under clause 3 (ii) of the Order is not applicable to the Company.
3. In respect of the loans, secured or unsecured, granted by the Company to companies covered in the register maintained under Section 189 of the Companies Act, 2013:
 - (a) In our opinion and according to the information given to us, the terms and conditions of the loans given by the Company are prima facie, not prejudicial to the interest of the Company.
 - (b) The schedule of repayment of principal and payment of interest has not been stipulated. However, repayment of principal amounts and /or receipts of interest have been regular as per mutual understanding.
 - (c) There are no overdue amounts as at the year-end in respect of both principal and interest.
4. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
5. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2021 and therefore, the provisions of the clause 3(v) of the Order are not applicable to the Company.
6. The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company. Thus reporting under clause 3(vi) of the order is not applicable to the Company.
7. According to the information and explanations given to us, in respect of statutory dues:
 - (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Income-tax, Goods and Services Tax (GST), and other material statutory dues except professional tax and provident fund have generally been regularly deposited during the year by the Company with the appropriate authorities.

- (b) There were no undisputed amounts payable in respect of Income Tax, Goods and Service Tax (GST), professional tax, and other material statutory dues in arrears as at March 31, 2021 for a period of more than six months from the date they became payable.
- (c) According to the information and explanations given to us, there are no dues of Income-tax or Central Sales Tax or Service tax or Goods and Services Tax (GST) or Professional Tax or Value added tax which have not been deposited by the Company on account of disputes.
8. The Company has not made any default in repayment of loans or borrowings to financial institutions, banks and government or any dues of debenture holder.
9. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the Order is not applicable to the Company.
10. Based upon the audit procedures performed and according to the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.
11. In our opinion and according to the information and explanations given to us, Section 197 of the Companies Act, 2013 is not applicable to the Company being a private limited company hence reporting under clause.
12. The Company is not a Nidhi company and hence reporting under clause 3(xii) of the Order is not applicable.
13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standard.
14. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has made the preferential allotment or private placement of shares during the year and has complied with all the requirements of Section 42 of the Act and amount raised have been used for the purpose for which the funds are raised.
15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has entered into non-cash transactions with the persons connected with directors and complied with all the requirement mentioned under Section 192 of the Act
16. According to the information and explanations given to us the Company has voluntarily obtained registration under section 45-IA of the Reserve Bank of India Act 1934.

For **Shah & Shah**
Chartered Accountants
Firm's Registration Number 131527W

Tejas C. Shah
Partner
Membership No. 135639
UDIN: 21135639AAAAFH5563

Date: June 30, 2021
Place: Ahmedabad

Prayas Financial Services Private Limited
Balance Sheet as at March 31, 2021

(Amount in ₹)

Particulars	Note	As at March 31, 2021	As at March 31, 2020
I. EQUITY AND LIABILITIES			
Shareholders' Funds			
Share capital	3	85,120,040	52,500,000
Reserves and surplus	4	3,873,525	(252,540)
		88,993,565	52,247,460
Non-Current Liabilities			
Long term borrowings	5	72,945,864	-
Long term provisions	6	2,417,658	-
		75,363,522	-
Current Liabilities			
Trade payables	7	587,789	462,500
Other current liabilities	8	55,726,115	15,400
Short term provisions	9	1,237,897	279,081
		57,551,801	756,981
		221,908,888	53,004,441
TOTAL			
II. ASSETS			
Non-Current Assets			
Property, Plant & Equipment		1,443,386	19,002
- Tangible Asset	10	1,480,778	-
- Intangible Asset	10	413,174	161,705
Deferred tax assets (Net)	11	49,251,901	21,000
Long-term loans and advances	12	14,493,858	12,505,000
Other non-current assets	13	67,083,097	12,706,707
Current Assets			
Cash and cash equivalents	14	1,584,512	79,699
Short-term loans and advances	15	119,684,520	2,429,812
Other current assets	16	33,556,759	37,788,223
		154,825,791	40,297,734
		221,908,888	53,004,441
TOTAL			

As per our report of even date attached

For Shah & Shah
Chartered Accountants
(Firm's Registration Number: 131527W)

Tejas C. Shah
Partner
Membership No.: 135639

Place : Gandhinagar
Date : June 30, 2021

For and on behalf of the Board of
Prayas Financial Services Private Limited

Bhadresh K. Rawal
Managing Director
DIN: 06746695

Dinesh H. Awasthi
Director
DIN: 00415781

Charmi Shah
Company Secretary
Membership No.: A50324

Chirag Patel
Chief Financial Officer

Place : Gandhinagar
Date : June 30, 2021

Prayas Financial Services Private Limited
Statement of Profit and Loss for the year ended March 31,

(Amount in ₹)

Particulars	Note	For the year ended March 31, 2021	For the year ended March 31, 2020
Revenue from operations	17	40,639,540	-
Other income	18	3,059,682	1,815,013
Total revenue		43,699,222	1,815,013
Expenses:			
Employee benefit expenses	19	21,397,387	32,903
Finance costs	20	7,064,840	12,195
Depreciation & Amortization Expense	10	188,324	490
Other expenses	21	12,467,635	1,230,729
Total expenses		41,118,186	1,276,317
Profit before tax		2,581,036	538,696
Tax expense:			
Current tax		1,206,440	94,081
Deferred tax		(251,469)	(35,752)
Total		954,971	58,329
Profit for the year		1,626,065	480,367
Earnings per equity share - Basic and Diluted (₹)		0.23	0.09
Weighted average number of equity shares (face value of ₹ 10 each)	22	7,097,362	5,107,397
Notes forming part of the Financial Statements	1 to 34		

As per our report of even date attached

For and on behalf of the Board of
Prayas Financial Services Private Limited

For Shah & Shah
Chartered Accountants
(Firm's Registration Number: 131527W)

Bhadresh K. Rawal
Managing Director
DIN: 06746695

Dinesh H. Awasthi
Director
DIN: 00415781

Tejas C. Shah
Partner
Membership No.: 135639

Charmi Shah
Company Secretary
Membership No.: A50324

Chirag Patel
Chief Financial Officer

Place : Gandhinagar
Date : June 30, 2021

Place : Gandhinagar
Date : June 30, 2021

Prayas Financial Services Private Limited
Cash Flow Statement for the year ended

(Amount in ₹)

	Particulars	Note	For the year ended March 31, 2021	For the year ended March 31, 2020
A	<u>Cash Flows from Operating Activities:-</u>			
	Profit before tax		2,581,036	538,696
	Adjustments for:-			
	Depreciation		188,324	490
	Finance costs		6,914,224	-
	Interest Income		(2,970,736)	(1,815,013)
	Operating profit before working capital changes		6,712,848	(1,275,827)
	Adjustments for:-			
	Increase / (Decrease) in trade payables		125,289	462,500
	Increase / (Decrease) in other current liabilities		55,710,715	150,400
	(Increase) / Decrease in other current assets		8,713,965	12,211,777
	Increase / (Decrease) in Long term provision		2,417,658	-
	Increase / (Decrease) in short term provision		(247,624)	-
	Cash generated from operations		66,720,003	12,824,677
	Taxes paid (net of refund)		(1,952,829)	
	Net cash from operating activities		71,480,022	11,548,850
B	<u>Cash flows from investing activities:-</u>			
	Purchase of fixed assets		(3,093,486)	(19,492)
	(Increase) / Decrease in long term loans and advances		(49,230,901)	(21,000)
	(Increase) / Decrease in other non current assets		(1,770,600)	(12,505,000)
	(Increase) / Decrease in short term loans and advances		(117,254,708)	(2,429,812)
	Interest received		222,806	1,815,013
	Net cash from investing activities		(171,126,889)	(13,160,291)
C	<u>Cash flows from financing activities: -</u>			
	Long Term Borrowings (Net)		72,945,864	(818,390)
	Proceeds From Equity Share Capital (including securities premium)		35,120,040	2,500,000
	Finance costs paid		(6,914,224)	-
			101,151,680	1,681,610
	Net increase / (decrease) in cash and cash equivalents		1,504,813	70,169
	Cash and cash equivalents at the beginning of the year		79,699	9,530
	Cash and cash equivalents at the close of the year (Refer note 14)		1,584,512	79,699
	Notes forming part of the Financial Statements	1 to 34		

As per our report of even date attached

For Shah & Shah
Chartered Accountants
(Firm's Registration Number: 131527W)

Tejas C. Shah
Partner
Membership Number: 135639

Place : Gandhinagar
Date : June 30, 2021

For and on behalf of the Board of
Prayas Financial Services Private Limited

Bhadresh K. Rawal
Managing Director
DIN: 06746695

Dinesh H. Awasthi
Director
DIN: 00415781

Charmi Shah
Company Secretary
Membership No.: A50324

Chirag Patel
Chief Financial Officer

Place : Gandhinagar
Date : June 30, 2021

Prayas Financial Services Private Limited

Notes forming part of the Financial Statements

Note 1: Corporate Information:

Prayas Financial Services Private Limited (referred to as "the Company") is incorporated in the year 2017 engaged in providing financial services as per the object of company and having CIN - U67190GJ2017PTC096063, the address of its registered office is Satyam -1/308, Amba Business Park, Tri Mandir Campus, Above HDFC/SBI Bank, Adalaj, Gandhinagar, Gujarat - 382421.

Further, the company has obtained registration as Non-Banking Financial Company under Section 45IA of Reserve Bank of India Act, 1934 with effect from February 6, 2020.

The Company is engaged primarily in providing microfinance services to its members for undertaking productive activities in urban/semi - urban/ rural areas of India who are organized inter alia as Joint Liability Group('JLG'). The Company has its operation across various states of India.

Note 2: Significant Accounting Policies

A. Basis of Preparation:

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, as applicable. The financial statements have been prepared under the historical cost convention on accrual basis.

B. Use of Estimates:

The preparation of financial statements requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expense during the year. Examples of such estimates include provisions for doubtful receivables, employee benefits, provision for income taxes, the useful lives of depreciable fixed assets, and provision for impairment. Future results could differ due to changes in these estimates and the difference between the actual result and the estimates are recognised in the period in which the results are known materialise.

C. Classifications of Current / Non - Current assets & Liabilities:

The Company has classified all its assets and liabilities into current / non-current portion based on the time frame of 12 months from the date of financial statements. Accordingly, assets / liabilities expected to be realised / settled within 12 months from the date of financial statements are classified as current and other assets / liabilities are classified as non - current.

Prayas Financial Services Private Limited

Notes forming part of the Financial Statements

D. Finance Cost:

The company borrows from Financial institutions and banks for the purpose of on-lending to its microfinance clients. The costs associated with these borrowings are classified as Finance Costs. Finance Costs comprise of Interest, Processing Fees, Stamp duty and other charges directly related to borrowings. Interest is provided on the loan balance as per the terms and conditions of the loan transaction.

E. Fixed Assets:

The Fixed Assets are stated at historical cost of acquisition, net of recoverable taxes less accumulated depreciation. The cost comprises Purchase Price, Borrowing Costs if capitalization criteria are met and any other directly attributable cost of bringing the asset to its working condition for the intended use, net off of any trade discounts and rebates. Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the Statement of Profit and Loss for the period during which such expenses are incurred. Gains or losses arising from sale of fixed asset is recognized as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognized. Fixed asset is eliminated from the financial statements on disposal or when no further benefit is expected from its use. The useful life of the software purchased during the year is taken as 5 years as per the management's estimation.

F. Lease:

Assets acquired under lease where a significant portion of risk and reward of ownership are retained by the lessor are classified as operating leases. Operating lease rentals are charged to statement of Profit and Loss on straight-line basis over the lease term.

G. Depreciation:

The depreciation on fixed assets is provided on straight line method (SLM) as per useful life and in the manner prescribed in Schedule II of the Companies Act, 2013.

H. Loans & provision for Standard Assets and Non-Performing Assets:

Loans are classified into performing and non-performing' assets in terms of the master direction – Non-Banking Financial Company - Non systematically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 issued by the Reserve Bank of India as amended from time to time.

Prayas Financial Services Private Limited

Notes forming part of the Financial Statements

I. Cost Recognition:

Costs and expenses are recognised when incurred and have been classified according to their nature. The costs of the Company are broadly categorised in employee benefit expenses and other expenses. Employee benefit expenses include salaries, bonus and staff welfare expenses. Other expenses mainly includes rent, rates and taxes, professional and consultancy charges, telephone and internet expenses etc. Miscellaneous expenses include an aggregation of costs which are individually not material such as water charges, penalty, interest on TDS etc.

J. Employee Benefits:

a. Short term Employee Benefits -

It includes Salaries, Bonuses and Short term allowances which are expected to occur within 12 months after the end of the period in which the employees render the related services, Bonuses payable within 12 months after end of the period in which employees render the related services for current employees are estimated and measured on an undiscounted Basis.

b. Long-term Employee Benefit:

(i) Defined Contribution Plan - All eligible employees of the company are entitled to receive benefits under, a defined contribution plan in which both the employee and the company contribute monthly a stipulated percentage of the covered employee's salary. Contributions are made to employees provident fund Organization in respect of provident fund at a prescribed rates and are charged to the statement of profit and loss at actuals.

(ii) Defined Benefit Plan - The company Provides for gratuity covering the eligible employees under which a lumpsum payment is made to vested employees at Retirement, Death, Incapacitation or Termination of employment, of an amount reckoned on the respective employee 's salary and his tenor of employment with the company. The company accounts for the liability for future gratuity benefits based on the actuarial valuation determined at each balance sheet date by an independent Actuary using Projected Unit credit method. The Company recognises the net obligation of the gratuity plan in the Balance Sheet as an Asset or Liability, respectively in accordance with accounting Standard 15, "Employee Benefits". Actuarial gains and losses arising from the experience adjustments and changes in actuarial assumptions are recognised in the statement of profit and loss in the period in which they arise.

K. Revenue Recognition:

Revenue form Interest on loans financed by the company is recognized on accrual basis, considering the directions issued by the Reserve Bank of India from time to time in terms of master directions - Non banking financial company - Not Systematically Important - Non deposit taking company (Reserve bank directions),2016. Revenues from Loan documentation received in nature of processing fees are recognised as income at the time of receipt. Income from commission from managed portfolio, facilitation fee and non- lending business fee is accounted on accrual basis, considering the terms of the respective contract. Revenue from interest income on security deposits with banks and financial institutions ("FI") is recognised on time proportion basis taking into account the amount outstanding and the rate applicable.

the balance sheet date. The Company offsets deferred tax assets and deferred tax liabilities if it has a legally enforceable right and these relate to taxes on income levied by the same governing taxation laws.

Prayas Financial Services Private Limited

Notes forming part of the Financial Statements

L. Provision for Current Tax and Deferred Tax

Current income tax expense comprises taxes on income from operations in India, income tax payable in India is determined in accordance with the provisions of the Income Tax Act, 1961. Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance tax paid and income tax provision arising in the same tax jurisdiction and where the Company is able to and intends to settle the asset and liability on a net basis. Deferred tax expense or benefit is recognized on timing differences being the difference between taxable income and accounting income that originate in one period and is likely to reverse in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. The Company offsets deferred tax assets and deferred tax liabilities if it has a legally enforceable right and these relate to taxes on income levied by the same governing taxation laws.

M. Provisions, Contingent Liabilities and Contingent Assets:

A provision is recognized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognized in the financial statements. A contingent asset is neither recognized nor disclosed in the financial statements.

N. Cash and Cash Equivalents:

The Company considers all highly liquid financial instruments, which are readily convertible into known amount of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents.

O. Earning Per Share:

Basic earnings per share is computed by dividing profit attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the year. The Company did not have any potentially dilutive securities in any of the years presented.

Prayas Financial Services Private Limited
Notes forming part of the Financial Statements

Note: 3 Share Capital				
Particulars	As at March 31, 2021		As at March 31, 2020	
	Number of Shares	Amount (₹)	Number of Shares	Amount (₹)
Authorized Equity shares of ₹ 10 each	9,000,000	90,000,000	5,750,000	57,500,000
Issued , Subscribed and Fully paid-up Equity shares of ₹ 10 each	8,512,004	85,120,040	5,250,000	52,500,000
	8,512,004	85,120,040	5,250,000	52,500,000
3.1 Reconciliation of the number of shares				
Particulars	As at March 31, 2021		As at March 31, 2020	
	Number of Shares	Amount (₹)	Number of Shares	Amount (₹)
Opening Balance	5,250,000	52,500,000	5,000,000	50,000,000
Issued during the year	3,262,004	32,620,040	250,000	2,500,000
Closing Balance	8,512,004	85,120,040	5,250,000	52,500,000
3.2 Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company				
Name of Shareholder	As at March 31, 2021		As at March 31, 2020	
	Number of Shares	Holding (%)	Number of Shares	Holding (%)
Bhadresh Keshavlal Raval	508,914	5.98%	254,500	4.85%
Prayas Organization (AOP)	7,003,090	82.27%	4,995,500	95.15%
Ananya Finance for Inclusive Growth Private Limited	500,000	5.87%	-	-
3.3 The Company has only one class of shares referred to as equity shares having a par value of ₹ 10/ each. Each holder of equity share is entitled to one vote per share.				
3.4 In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the company, after distribution of all preferential amounts. However, no such preferential amount exists currently. The distribution will be in proportion to the number of equity shares held by the shareholders.				
3.5 Information regarding issue of shares for the last three years				
(a) The company has not issued any shares without payment being received in cash.				
(b) The company has not issued any bonus shares.				
(c) The company has not undertaken any buy back of shares.				

Prayas Financial Services Private Limited
Notes forming part of the Financial Statements

	Amount in ₹	
Note 4: Reserves and Surplus	As at March 31, 2021	As at March 31, 2020
Securities premium account		
Opening balance	-	-
Add: Security Premium on account of Private Placement	2,500,000	-
Closing Balance	2,500,000	-
Statutory Reserve *		
Opening balance	-	-
Add: Amount transferred from Profit & Loss Account	325,213	-
Closing Balance	325,213	-
Profit & Loss Account		
Opening balance	(252,540)	(732,907)
Add: Profit for the year	1,626,065	480,367
Less: Transferred to Statutory Reserve	(325,213)	-
Closing Balance	1,048,312	(252,540)
	3,873,525	(252,540)
<i>* Statutory Reserve represents the reserve fund created under section 45IC of the Reserve Bank of India Act, 1934</i>		
Note 5 : Long Term Borrowings	As at March 31, 2021	As at March 31, 2020
Term Loans		
(a) Loans from NBFCs (Secured)^	26,641,577	-
(b) Loans from NBFCs (Unsecured)	12,614,041	-
(c) Loans from Others (Secured)^	8,695,651	-
(d) Loans from Others (Unsecured)	75,904,724	-
Total borrowings	123,855,993	-
Less:		
Current Maturities of Long term borrowings	50,910,129	-
	72,945,864	-
^ Term loans are secured exclusively against hypothecation of book debts, existing and future current assets and personal guarantee of directors. Note: There is no default repayment of the abovementioned		

Prayas Financial Services Private Ltd
Notes forming part of the financial statements

Note 6 : Long term provisions	As at March 31, 2021	As at March 31, 2020
Provision For Gratuity	738,267	-
Provision against Portfolio Loan	1,679,391	
	2,417,658	-
Note 7 : Trade Payables	As at March 31, 2021	As at March 31, 2020
Dues of micro enterprises and small enterprises		
Dues other than micro enterprises and small enterprises	587,789	462,500
	587,789	462,500
<p>Note: The Company has not received any information from suppliers regarding their status under Micro and Medium Enterprises Development Act, 2006 and hence disclosure, if any relating to amounts unpaid as at year end together with interest paid/payable as required under the said Act have not been given.</p>		
Note 8 : Other Current Liabilities	As at March 31, 2021	As at March 31, 2020
Current Maturities of Long term borrowings	50,910,129	-
Dues payable to BC Partners	827,960	-
Statutory dues payable to Revenue Authorities	602,722	15,400
Employee Benefit Payable	1,675,402	-
Advance from Group Concerns	1,675,674	-
Other current liabilities	34,228	-
	55,726,115	15,400
Note 9 : Short term Provisions	As at March 31, 2021	As at March 31, 2020
Provision For Expense	25,000	185,000
Provision For Income Tax	1,212,897	94,081
	1,237,897	279,081

Prayas Financial Services Private Limited
Notes forming part of the Financial Statements

Note 10: - Property, Plant & Equipment

(Amount in ₹)

Particulars	Gross Block				Depreciation & Amortization				Net Block	
	As at April, 1 2020	Additions during the year	Deductions during the year	As at March 31, 2021	As at April, 1 2020	For the Year	Deductions / adjustments	As at March 31, 2021	As at March 31, 2021	As at March 31, 2020
Tangible Assets:										
Office Equipment	19,492	101,608	-	121,100	490	10,157	-	10,647	110,453	19,002
Motor vehicle	-	932,000	-	932,000	-	105,823	-	105,823	826,177	-
Computers	-	515,300	-	515,300	-	65,148	-	65,148	450,152	-
Furniture	-	57,608	-	57,608	-	1,004	-	1,004	56,604	-
Total (A)	19,492	1,606,516	-	1,626,008	490	182,132	-	182,622	1,443,386	19,002
Intangible Assets:										
Software	-	1,486,970	-	1,486,970	-	6,192	-	6,192	1,480,778	-
Total (B)	-	1,486,970	-	1,486,970	-	6,192	-	6,192	1,480,778	-
Total (A) +(B)	19,492	3,093,486	-	3,112,978	490	188,324	-	188,814	2,924,164	19,002
PY-2019-20	-	19,492	-	19,492	-	490	-	490	19,002	-

Prayas Financial Services Private Ltd
Notes forming part of the financial statements

	Amount in Rs.	
	As at March 31, 2021	As at March 31, 2020
Note 11 : Differed Tax Assets (Net)		
On account of Preliminary Expenses, Depreciation & Provision against Portfolio Loan	413,174	161,705
	413,174	161,705
Note 12: Long-term Loans and Advances	As at March 31, 2021	As at March 31, 2020
Capital Advances	-	21,000
Portfolio Loan		
i) Joint Liability Group Loans	49,081,155	-
ii) Sanitation Loans	170,746	-
	49,251,901	21,000
Note 13 : Other Non-Current Assets	As at March 31, 2021	As at March 31, 2020
Loan Installments paid in advance	1,250,000	-
Cash Collaterals	13,005,100	12,500,000
Interest Receivable on Cash Collaterals	218,258	-
Deposit of Rental Properties	20,500	5,000
	14,493,858	12,505,000
Note 14 : Cash and Cash Equivalents	As at March 31, 2021	As at March 31, 2020
Balances with Banks in current accounts	1,572,477	72,878
Cash on hand	12,035	6,821
	1,584,512	79,699
Note 15 : Short Term Loans and Advances	As at March 31, 2021	As at March 31, 2020
Loan to staff	925,386	888,004
Advances to staff	71,874	333,500
Inter corporate Advances	-	1,208,308
Portfolio Loan		
i) Joint Liability Group Loans	110,198,616	-
ii) Sanitation Loans	8,488,644	-
	119,684,520	2,429,812
Note 16 : Other Current Assets	As at March 31, 2021	As at March 31, 2020
Cash Collaterals	27,196,940	37,500,000
Interest Receivable on Cash Collaterals	2,529,672	-
Advances to Suppliers	1,444,693	-
Balance with statutory Authorities	2,209,841	257,012
Prepaid Expenses	164,254	-
Other Current Assets	11,359	31,211
	33,556,759	37,788,223

Prayas Financial Services Private Ltd
Notes forming part of the financial statements

	Amount in Rs.	
	For the year ended March 31, 2021	For the year ended March 31, 2020
Note 17: Revenue from Operations		
Interest Income on Loan Products	15,201,479	-
Commission Income from Managed Portfolio	22,791,231	-
Loan Processing Fees	2,646,830	-
	40,639,540	-
Note 18: Other Income		
Interest Income on Cash Collaterals	2,970,736	1,815,013
Other income	88,946	-
	3,059,682	1,815,013
Note 19: Employees Benefit Expenses		
Salaries, bonus and allowances	19,865,718	32,903
Contribution to Provident Fund	682,675	-
Gratuity Expense	738,267	-
Staff Welfare Expense	110,727	-
	21,397,387	32,903
Note 20: Finance Costs		
Interest Expense	5,360,879	-
Other Finance Cost	1,553,345	-
Bank Charges	150,616	12,195
	7,064,840	12,195

Prayas Financial Services Private Ltd
Notes forming part of the financial statements

Note 21: Other Expenses	Amount in Rs.	
	For the year ended March 31, 2021	For the year ended March 31, 2020
Rent and Rates	2,398,577	-
Electricity Expences	199,965	-
Travelling to Staff Expense	2,039,297	-
Legal and Professional fees	889,890	763,850
<i>Payments to the auditor as:</i>		
Statutory audit fees	25,000	40,000
Others	95,000	10,000
Travelling Expense	37,540	15,803
Insurance Expense	151,753	-
GST Reversal Expense	532,875	-
Commission Expense	1,152,000	-
Membership Fees	155,490	-
Repairs & Maintenance:		
Computers	767,696	-
Office	75,909	-
Vehicles	43,748	-
Telephone Expense	265,148	-
Housekeeping & Cleaning Expense	444,892	-
Donation Expense	160,000	-
Printing & Stationery Expense	272,081	-
ROC Filing Expense	406,250	-
Petrol & Diesel Expens	44,424	-
Postage & Courier Expense	64,555	-
Advertisement Expense	4,610	-
Training , Meeting and Workshop Expense	61,749	-
Other Expenses	378,434	401,076
Provisions against Portfolio Loans	1,800,752	-
	12,467,635	1,230,729

Prayas Financial Services Private Limited
Notes forming part of the Financial Statements

(Amount in ₹)

Note 22: Earnings Per Equity Share	For the year ended March 31, 2021	For the year ended March 31, 2020
Profit for the year (₹)	1,626,065	480,367
Amount available for equity shareholders (₹)	1,626,065	480,367
Weighted average number of shares	7,097,362	5,107,397
Basic and Diluted Earnings per Share (₹)	0.23	0.09
Face Value per Equity share (₹)	10.00	10.00

Note 23: Related Party Disclosures

A) Related parties and their relationship

Related Parties	Nature of Relationship
BhadreshKumar Keshavlal Rawal	Director
Dineshnarain Haridayanarain Awasthi	Director
Prayas organization For Sustainable development (Trust)	Associate Trust
Prayas Organization (AOP)	Associate Organisation
Prayas Organization For Sustainable Development - Section 8	Associate Company
Charmi Rawal	Relative of Director
Yug Bhadreshbhai Rawal	Relative of Director
Sunitaben Rawal	Relative of Director

B) Transactions with related parties for the year ended March 31, 2021

(Amount in ₹)

Particulars	Director	Relatives of Director	Associate Company / Trust / Organisation	Total
Salary including Bonus and Incentives	1,988,000	-	-	1,988,000
Commission Income	-	-	20,144,319	20,144,319
Interest expenses on Loan	-	-	3,828,843	3,828,843
Interest income on cash collaterals	-	-	2,734,780	2,734,780
Loan taken	-	5,000,000	95,855,752	100,855,752
Loan repaid	-	-	23,779,871	23,779,871
Loan converted into shares	-	5,000,000	-	5,000,000
Cash Collaterals given	-	-	-	-
	-	-	50,000,000	50,000,000
Cash Collaterals returned	-	-	23,008,168	23,008,168
	-	-	-	-
Amount Payable In Managed Portfolio	-	-	1,865,669	1,865,669
	-	-	(2,026,698)	(2,026,698)
Amount Payable in course of intermediary services	-	-	1,675,674	1,675,674
	-	-	-	-

The amount in *Italics* represent amount of previous year

Prayas Financial Services Private Ltd
Notes forming part of the financial statements

C) Balances with related parties as on March 31, 2021					(Amount in ₹)
Particulars	Director	Relatives of Director	Associate Company / Trust / Organisation	Total	
Long term borrowings	-	-	75,904,724	75,904,724	
	-	-	-	-	-
Cash Collaterals	-	-	29,726,612	29,726,612	
	-	-	<i>50,000,000</i>	50,000,000	
Amount Payable In Managed Portfolio	-	-	1,865,669	1,865,669	
	-	-	<i>(1,208,308)</i>	(1,208,308)	
Amount Payable in course of intermediary services	-	-	1,675,674	1,675,674	
<i>Previous years' figures are in italics.</i>					

Prayas Financial Services Private Ltd
Notes forming part of the financial statements

Note 24: Assets Classifications & Provisioning Norms:

1. Assets Classification:

All loans and Advances are classified as standard, non-performing assets, doubtful and loss assets in accordance with the existent non-banking Financial (Non deposit Accepting or holding) Companies Prudential Norms (Reserve bank) Directions, 2007.

(Amount in ₹)

Classification	No. of days overdue	As at March 31, 2021	As at March 31, 2020
Standard Assets	No default in repayment	16,77,98,383/-	-
Overdue Assets	Overdue upto 90 days	1,40,778/-	-
Non – Performing Assets	overdue more than 90 to 180 days	-	-
Loss Assets	Overdue more than 180 days	-	-
Total Portfolio		16,79,39,161/-	

2. Provision on Loan Portfolio:

The provision determined is subject to the provision prescribed in the NBFC – MFI Directions:

These Directions require the total provision to be higher of:

- a) 1% of the outstanding loan portfolio or
- b) 50% of the aggregate loan installments which are overdue for more than 90 days and less than 180 days and 100% of the aggregate loan installments which are overdue for 180 days or more.

(Amount in ₹)

Particulars	As at March 31, 2021	As at March 31, 2020
Opening Balance	-	-
Additions during the year	18,00,752/-	-
Deletion during the year	1,21,361/-	-
Closing Balance	16,79,391/-	-

Note: All overdue loans, where the in the opinion of the management any amount is not recoverable are written off.

Prayas Financial Services Private Limited
Notes forming part of the Financial Statements

Note 25: Terms of Secured and Unsecured Loans:

Particulars	Type of Facility	Amount - Current	Amount - Non Current	Installments (months)	Rate of Interest (in
1. Loan from NBFC: (Secured)					
MAS Financial Services Limited	Known as Term Loan - 1	5,000,004	2,499,994	24	16.50
MAS Financial Services Limited	Known as Term Loan - 2	9,999,996	9,141,583	24	16.50
2. Loan from NBFC:(Unsecured)					
Mi India Capital and Investment Private Limited	Term Loan	6,250,000	6,364,041	24	15.00
Total loan from NBFCs		21,250,000	18,005,618		
3. loan from Others: (Secured)					
Friends of Women World Banking	Term Loan	5,217,396	3,478,255	24	15.00
Total Loan from Others(Secured)		5,217,396	3,478,255		
4. Loans from Others: (Unsecured)					
Prayas Organisation	Term Loan	21,517,930	50,208,504	24	13.50
Prayas Organisation for Sustainable Development	Term Loan	2,924,803	1,253,487	24	13.50
Total loan from Others(Unsecured)		24,442,733	51,461,991		
Total		50,910,129	72,945,864	-	-

Prayas Financial Services Private Limited
Notes forming part of the Financial Statements

Note 26: Additional disclosure as required by RBI

(i) Details of average interest paid on borrowing and charged on Loans given to Joint Liability Group:

Particulars	Rate of Interest in (%)
Average Interest rate on loans given	17.87%
Average Interest rate on Borrowings	13.27%
Net Interest margin	4.60%

(ii) Capital to Risk Assets Ratio (CRAR):

Sr. no.	Particulars	FY 2020-21
(i)	CRAR (%)	66.01%
(ii)	CRAR Tier 1 Capital (%)	66.01%
(iii)	CRAR Tier 2 Capital (%)	-
(iv)	Amount of subordinated debt raised as Tier – 2 capital (%)	-
(v)	Amount raised by issue of perpetual debt instruments	-

Note 27: AS – 15 Employee Benefits:

As per Accounting Standard 15 on “Employee Benefits”, the disclosures of Employee benefits as defined in the Accounting Standard are furnished below:

a. Short term Employee Benefits:

Short term employee benefits payable within twelve months of rendering the service including Bonus at the Balance Sheet date are recognized as an expense as per the Company's scheme base on expected obligations on undiscounted basis.

b. Long term Employee Benefits:

Post-retirement benefits comprising of employees Provident Fund and Gratuity Fund are accounted for as follows:

- 1. Provident Fund:** This is a defined contribution plan and contributions paid to the Regional Provident Fund Commissioner, Gujarat, are charged to revenue during the period. The Company has no further obligations for future provident fund benefits other than regular contributions.
- 2. Gratuity:** The liability for Gratuity to employees as on the Balance Sheet date is determined based on actuarial valuations & the contribution paid thereof is charged in the books of accounts.

Disclosures envisaged in Accounting Standard (AS) 15- Employee benefits as given below:

Prayas Financial Services Private Limited
Notes forming part of the Financial Statements

(i) Defined Benefit Plan:

In the adoption of AS 15 'Employee Benefits ' specified under section 133 of the Companies Act,2013 read with rule 7 of Companies (Accounts) Rules, 2014 the following disclosures have been made as required by the standard:

1. Expense recognized in the statement of profit and loss:

(Amount in ₹)

Sr. No.	Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
a)	Current service cost	7,38,267	-
b)	Past service cost	-	-
c)	Interest cost	-	-
d)	Expected return on plan assets	-	-
e)	Curtailement cost / (Credit)	-	-
f)	Settlement cost / (credit)	-	-
g)	Net actuarial (gain)/ loss recognized in the period	-	-
h)	Expenses recognized in the statement of profit & losses	7,38,267	-

2. Change in value of obligations:

(Amount in ₹)

Sr. No.	Particulars	As at March 31, 2021	As at March 31, 2020
a)	Present value of obligation as at the beginning of the period	-	-
b)	Acquisition adjustment	-	-
c)	Interest cost	-	-
d)	Past service cost	-	-
e)	Current service cost	7,38,267	-
f)	Curtailement cost/(Credit)	-	-
g)	Settlement cost/(Credit)	-	-
h)	Benefits paid	-	-
i)	Actuarial (gain)/loss on obligation	-	-
j)	Present value of obligation as at the end of period	7,38,267	-

Prayas Financial Services Private Limited
Notes forming part of the Financial Statements

3. Change in Value of Plan Assets:

(Amount in ₹)

Sr. No.	Particulars	As at March 31, 2021	As at March 31, 2020
a)	Fair value of plan assets at the beginning of the period	-	-
b)	Acquisition adjustment	-	-
c)	Actual return on plan assets	-	-
d)	Employer contributions	-	-
e)	Recoverable/Recovered from LIC	-	-
f)	Benefits paid	-	-
g)	Fair value of plan assets at the end of the period	-	-
h)	Funded status	(7,38,267)	-
i)	Excess of actual over estimated return on plan assets	-	-

4. Movement in the liability recognized in the balance sheet:

(Amount in ₹)

Sr. No.	Particulars	As at March 31, 2021	As at March 31, 2020
a)	Opening liability	7,38,267	-
b)	Expenses as above	-	-
c)	Benefits paid	-	-
d)	Actual return on plan assets	-	-
e)	Acquisition adjustment	-	-
f)	Closing liability	7,38,267	-

Prayas Financial Services Private Limited
Notes forming part of the Financial Statements

5. Actuarial Assumptions at the Valuation date:

(Amount in ₹)

Sr. No.	Particulars	As at March 31, 2021	As at March 31, 2020
a)	Discount Rate	6.91%	-
b)	Salary Escalation Rate	10%	-
c)	Retirement Age (Years)	58 years	-
d)	Mortality rates inclusive of provision for disability	100% of IALM (2012 - 14)	-
e)	Attrition at Ages	Withdrawal Rate (%)	-
	Up to 30 Years	23.00	-
	From 31 to 44 years	6.00	-
	Above 44 years	0.00	-

(ii) Defined Contribution Plan:

Contribution to Provident Fund is included in Note 19 "Employee Benefit Expense" includes ₹ 6,82,675 being expense debited under defined contribution plan.

Note 28: Operating Lease

The Company has taken on operating lease premises for a period ranging 11 months to 12 months which are non – cancellable for the period reflected in the agreements. The total lease payments for the current year, in respect of operating leases, includes under rent, aggregates to ₹ 23,98,577/- (NIL Capitalized) (FY 2019-20: Nil)

Note 29: Contingent Liabilities and Commitment - Nil (FY 2019-20: Nil)

Note 30: Earnings in foreign currency for the year ended 31st March 2021: Nil (FY 2019-20: Nil)

Note 31: Expenditure in foreign currency for the year ended 31st March 2021: Nil (FY 2019-20: Nil)

Note 32: There are no pending litigations comprise of claims against the Company and proceedings pending with Tax Authorities (FY 2019-20: Nil)

Note 33: Previous years' figures have been recast / restated.

Prayas Financial Services Private Limited

Notes forming part of the Financial Statements

Note 34: Estimation of uncertainties relating to global health pandemic from Covid-19:

The outbreak of Coronavirus disease (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. The Company is monitoring the impact of global health pandemic on its financial position and liquidity. The Company used the principles of prudence in applying judgements, estimates and assumptions based on the current estimates. The Company has considered wherever applicable the possible effects on the carrying amounts of loans, and receivables as on March 31, 2021. Based on the current indicators of future economic conditions, the management expects to recover the carrying amount of these assets in full without any loss. However, the impact of COVID 19 on the Company's Financial Statements may differ from that estimated as of the date of approval of these financial statement and management will continue to closely monitor any material changes to future economic conditions. Our report is not modified in respect of this matter.

As per our report of even date attached

For Shah & Shah
Chartered Accountants
(Firm's Registration Number: 131527W)

Tejas C. Shah
Partner
Membership Number: 135639

Place : Gandhinagar
Date : June 30, 2021

For and on behalf of the Board of
Prayas Financial Services Private Limited

Bhadresh K. Rawal Managing Director DIN: 06746695	Dinesh H. Awasthi Director DIN: 00415781
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Charmi Shah Company Secretary Membership No.: A50324	Chirag Patel Chief Financial Officer
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Place : Gandhinagar
Date : June 30, 2021



Tea and Snacks shop- Ramilaben Dineshbhai Bhabor

Ramilaben Dineshbhai Bhabor, a resident of a village Vasiya Dungari, Dhanpur in (Dahod District) lives with her husband and 3 children. Her determination towards the stabilize the economic conditions of her family is vigilant.

Ramilaben is motivated by other woman in her village to attend the meeting held by Prayas (Microfinance Institution), the entity worked towards financial independence of women by facilitating micro entrepreneurial opportunities, thereby benefitting poor families.

Ramilaben understood about the microfinance collateral free loan facility and immediately became a member. She received her first loan amount of Rs. 7,000/- and her current loan amount is Rs. 40,000/- , which she has utilized it for opening of her tea and snacks shop in the main road of Vasiya Dungari village.

Steadily, she has increased his daily income by Rs. 800 to Rs. 1000. Such generated income, she has utilized for education of her three children and for family welfare.

Ramilaben contributes her success to the Prayas team which provided her with the financial support during her financial crisis.



Grocery Store- Santosh Badrichandra Kahar:

Forty-Nine year old **Santosh Badrichandra Kahar**, a resident of a village Jhabua in the state of Madhya Pradesh lives with her husband.

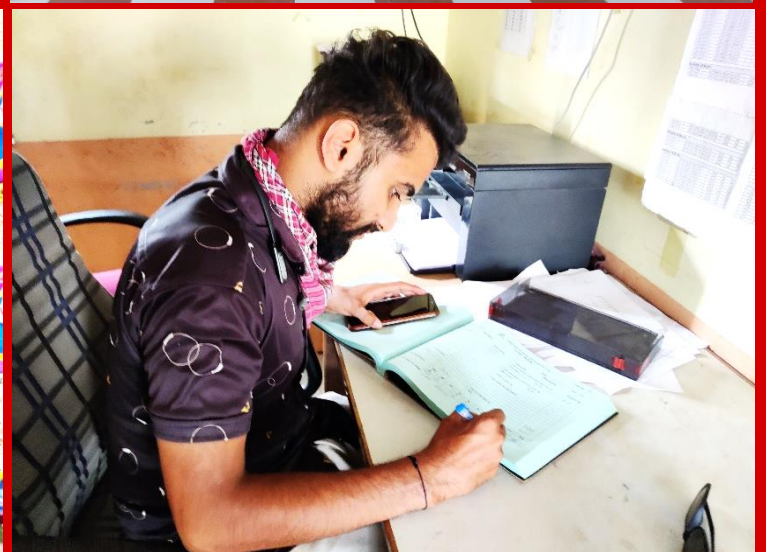
She and her husband were working as maid and housekeeping cleaner in various houses and the income generated was barely sufficient for the survival of the family of two.

The financial condition of the family was deteriorating with negligible income and access to basic household amenities. She was introduced to a Prayas institution who offered income generating loans, by her neighbor.

Then, she associated with the entity and availed her first loan of Rs. 7,000 to start a small business of grocery store.

Currently, she has received Rs. 50, 000 loan for expanding her store, after observing her timely re-payment. She is obliged to Prayas for giving her timely loan and she is happy that now, she doesn't need to work as maid and housekeeping cleaner anymore.

Microfinance has been playing a vital role in transforming the lives of many aspiring women by helping them become self- reliant. The growth story of a 49 years old woman turned micro-entrepreneur.





PRAYAS

PRAYAS
Since 1997

Organisation for Sustainable Development





HEALTH



HIV AIDS Target intervention Program (TI) in partnership of Ahmedabad Municipal Corporation and Gujarat State Aids Control Society primarily aims to address health needs of migrant laborers in industrial units of Vatva GIDC area of Ahmedabad to reduce and prevent the extent of STD, HIV and other health problems through counselling, awareness, referral services, Behavioral Change Communication and health checkup camps.

Focus: Health of migrant community in Vatva GIDC Ahmedabad

Awareness campaign for HIV AIDS, Blood Related, STD and other health related problems through health camps, video shows, Street Plays

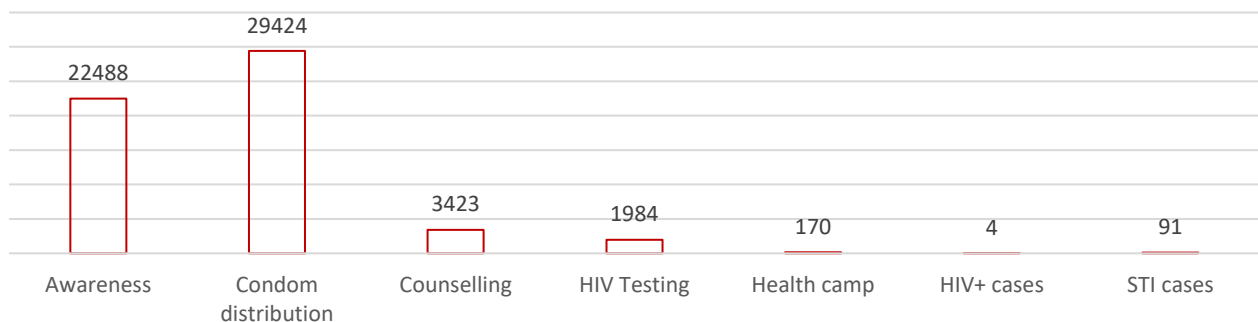
Institutional outreach in areas like factories, industrial units, schools and colleges on regular basis

Blood sampling of migrant laborers are taken to test HIV and other infections

Counselling of families and community around identified HIV positive patients

This year we also supported more than 5000 COVID-19 affected people with the support of AMC, Oxfam

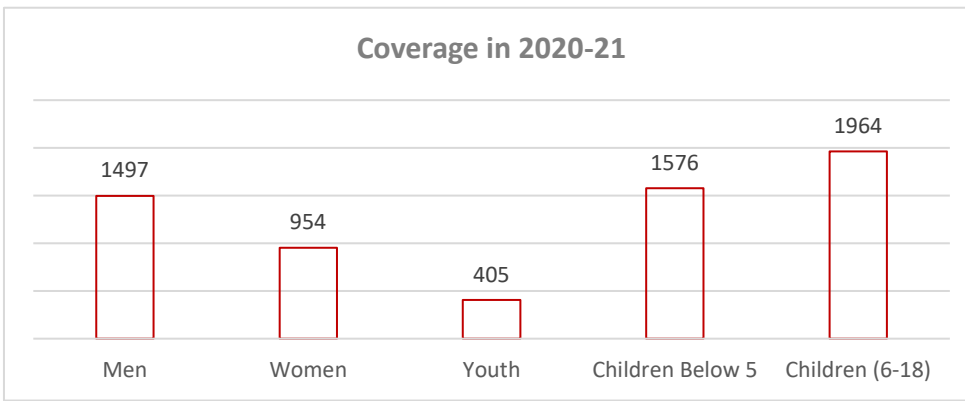
HIV Awareness Counselling





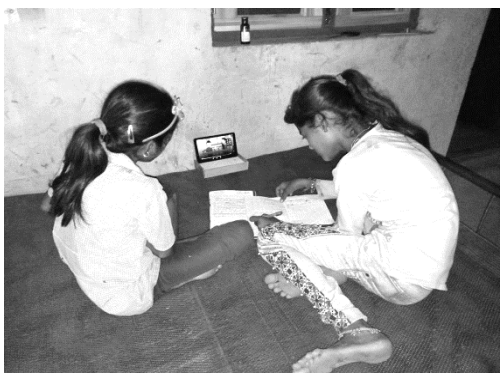
EDUCATION

(LAMP, Learning & Migration Program) primarily aims at early and primary education of children and also supports high schools and hostels in areas with distress migration like Alirajpur. Last Year, schools, AWC, High Schools and Hostels remained closed due to worldwide pandemic and therefore children were engaged through fun and curriculum-based activities, online and offline mode at the doorstep of children's home.



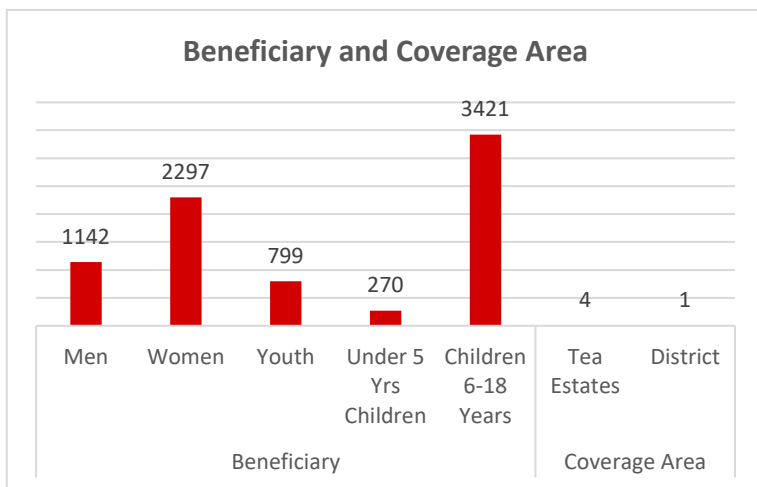
Focus: 6-14 years of children in communities around 45 primary & middle schools of 15 villages in Alirajpur Dist. Of MP

1. 22 SMC Training of 45 SMCs.
2. 2 Rounds trainings with 45. AWW on effective pedagogy practices and activities.
3. 28 Training and meetings with CE (Youth volunteers) on RTE.
4. 41 Community Meeting and Awareness Sessions on RTE.
5. 47 Balmela in village Hamlets.
6. Mask distribution.
7. 3000 Children 5-10 reached through academic and learning support (LRC), through online and offline mode using android phones and tablets.





Girls' Education and advocacy of Plantation Labour Act 1951 (PLA), Right to Education Act, 2009 and Covid Relief Support in Tea Estates of Assam.



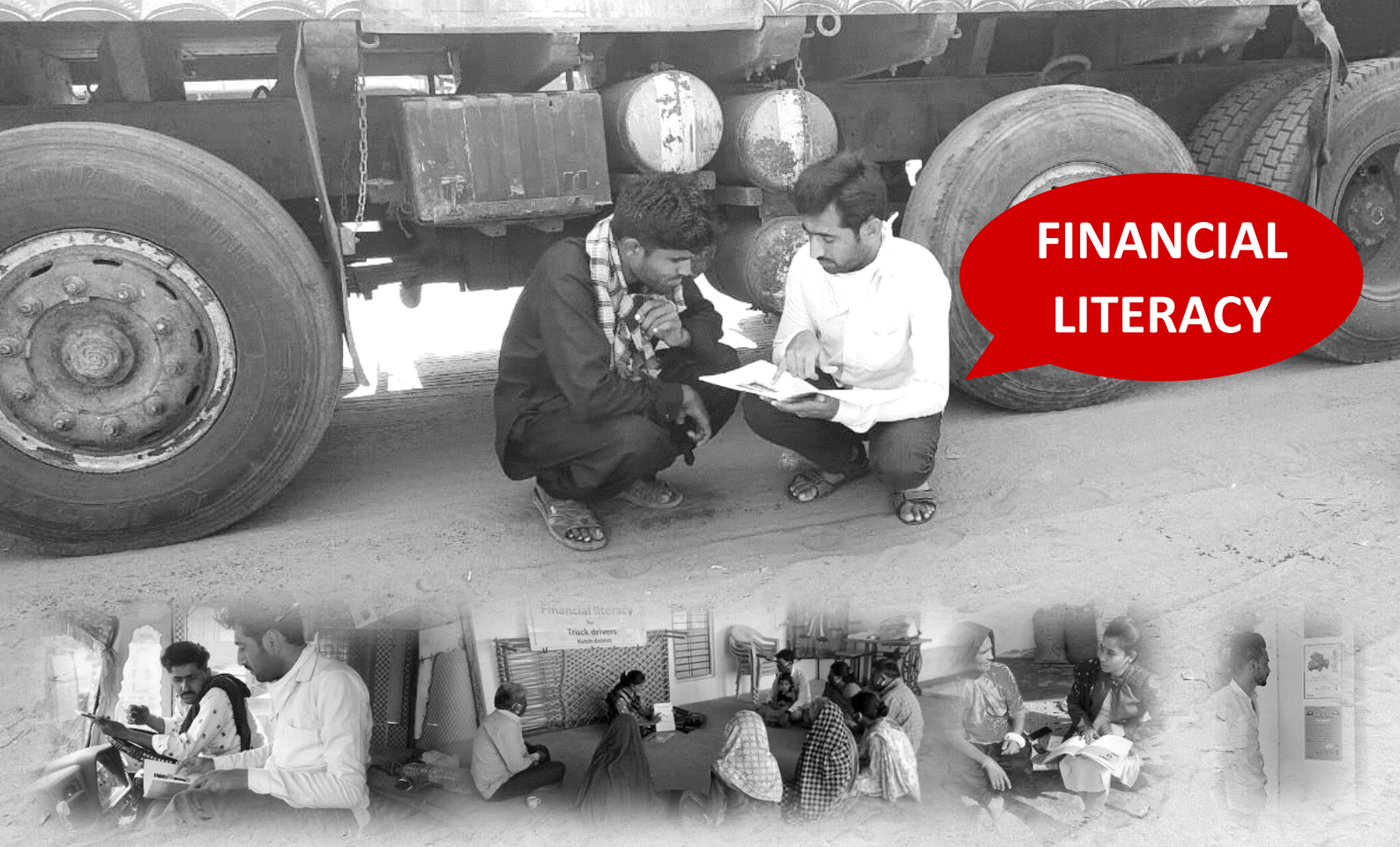
Major Activities

1. Awareness meeting with parents.
2. Enrolled and dropout Students meeting
3. Follow up Training on Right to education and PLA.
4. One to One meeting with student's union, ACMS, Mahila Samiti, Govt Dept, Teachers, SMC, Garden Management.
5. Covid Emergency Relief Support and New Admissions.
6. Sanitary Kit Distribution to families, Promoters and Mobilizer.
7. Free tuition class 1 to 5.
8. Women Day Celebration.

Impact

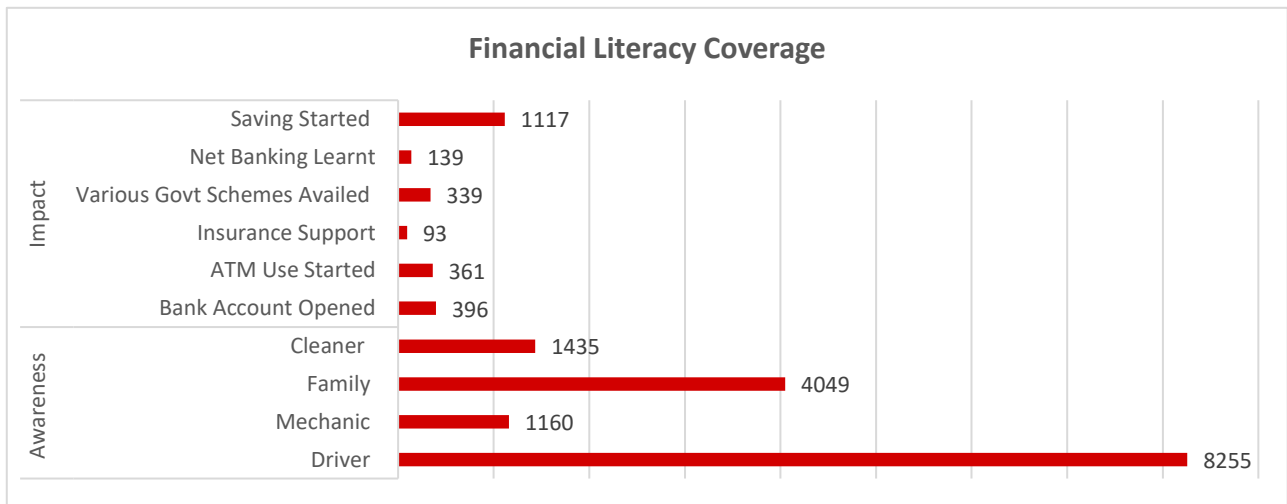
1. 369 post card sent to the Education Minister of Assam.
2. 39 Dropout students get Admission.
3. 127 students get new admission.
4. 619 students regularly get tuition.
5. 50% of the community members aware of RTE.
6. Covid Relief support was given to 450 families.





FINANCIAL LITERACY

Mass awareness and impact lives of Commercial Vehicles Crew Members, CVCM (Truck Drivers, Mechanics, Cleaners) and their Families of Kutch District of Gujarat to develop best banking, saving practices and make informed financial choices and take wise decisions through financial literacy program.



Financial Literacy Dimensions Covered

1. Saving
2. Banking
3. Insurance
4. Govt. Schemes
5. Financial Safety

Coverage

52 Villages were covered in 3 Blocks of District Kutch of Gujarat. More than 50 fleet owners were visited, and Kutch Transport Association was part of the program.

Intervention

1. Exposure Visits to banks and ATM Kiosks
2. TLM like Debit Card, Passbook, Withdrawal Slips etc.
3. Dhaba, Parking Place Training.

Impact

Around 2500 drivers, mechanics and their families were supported to open their bank accounts, training to use Debit Card, saving practices, availing Govt schemes. Etc.

WOMEN Entrepreneurship



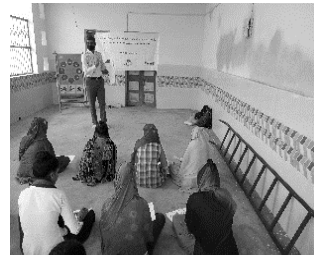
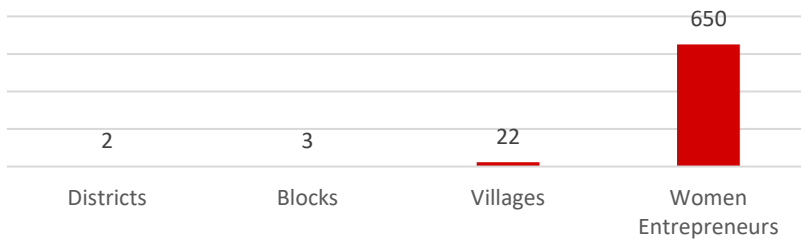
Sashakt (FWWB) & Welnetrutva (Welspun) - Women Entrepreneurship Development (18-45 Yrs.) aims at women from the marginalized and socio-economically disadvantaged community in Surendranagar and Kutch District respectively. Women are identified based on business traits and further trained to build skills around marketing, in demand products, branding, financial literacy, record keeping and support in establishing their micro

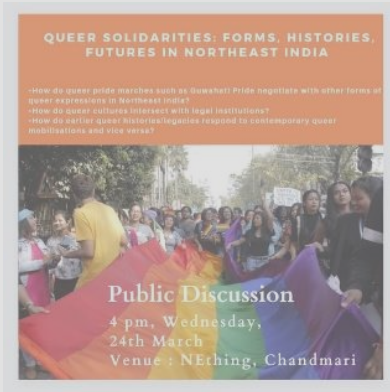


Key Intervention

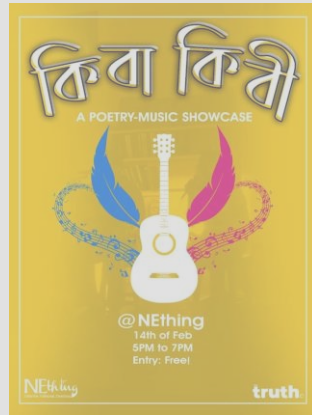
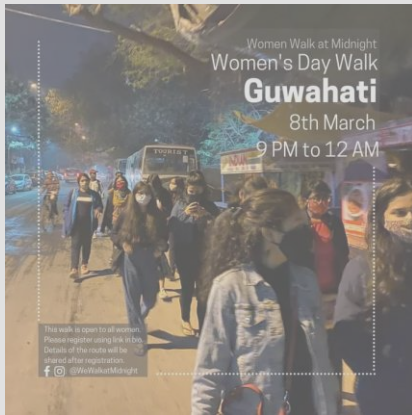
1. Identification of women through defined criteria.
2. Technical training to transform raw knowledge into competence and build new skill set and entrepreneurial temperament.
3. Networking and Liasioning for financial and market support.
4. Support to establish micro enterprise with follow up support.

Trained and Supported Women Entrepreneurs

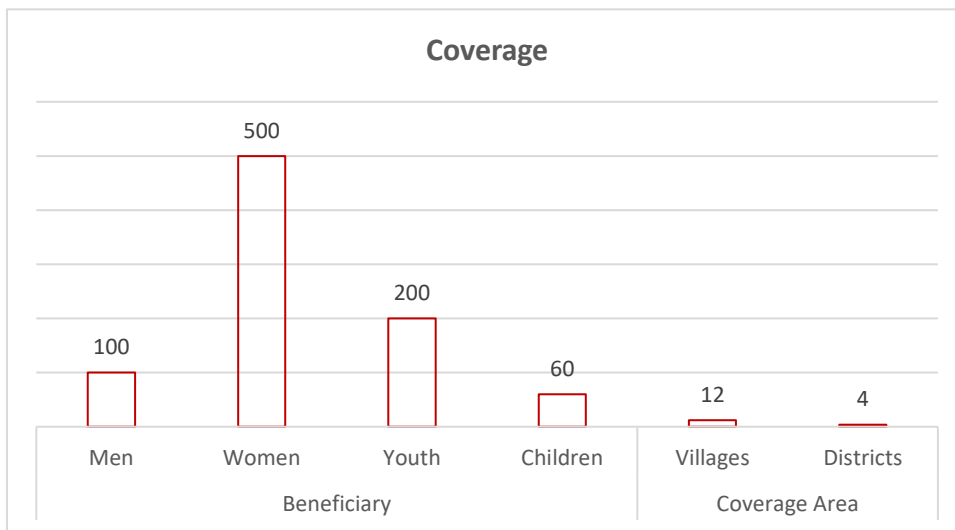




WOMEN Rights & Youth Empowerment

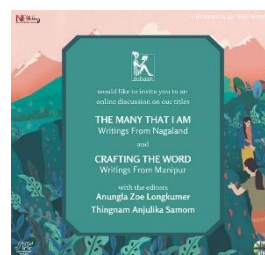
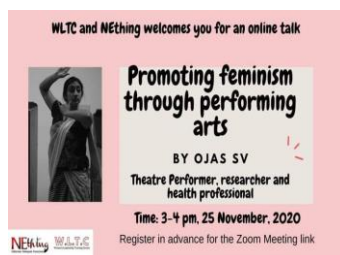


Human Capability Foundation Promoting Art and Culture for Social Change



- ### Key Actions
- 20 youth led Art and Culture event.
 - 3 Feminist Participatory Action Research Training.
 - 4 Trainings for Adolescent girls' leadership.
 - 100 women supported.
 - 10 youth conducted campaigns on their own for gender equality.
 - Program District of Assam, Kamrup (M), Karbi Anglong, Chirang, Barpeta.

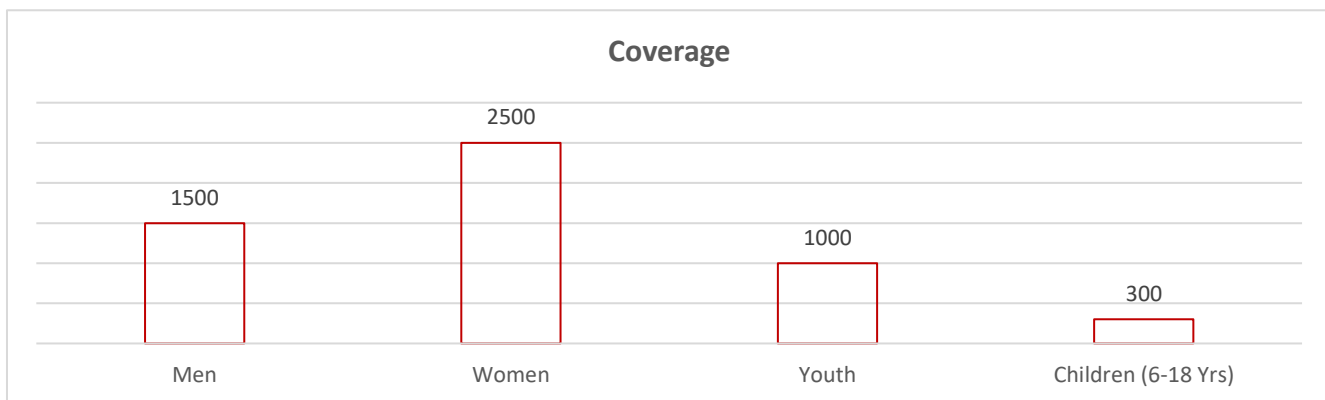
Support towards activities to youth and artists: Under this activity Prayas collaborated with **NEthing** Guwahati to organize a series of events through youth leaders and artists. The activities used art, culture, literature as mediums for dialogues on social change.





Water, Sanitation and Hygiene

Ensure clean, safe drinking water for residents of Tongana gaon tea Garden, Assam



Core Activities

1. Awareness meeting with community, youths on WASH practices and behaviour.
2. Involvement of youth with sports activities.
3. Maintenance of WASH facilities developed by the project like toilets inside the plantation, water pumps.
4. Meeting with core team of Garden Management, on project sustainability.
5. Checking of water filters and replacing the candles.

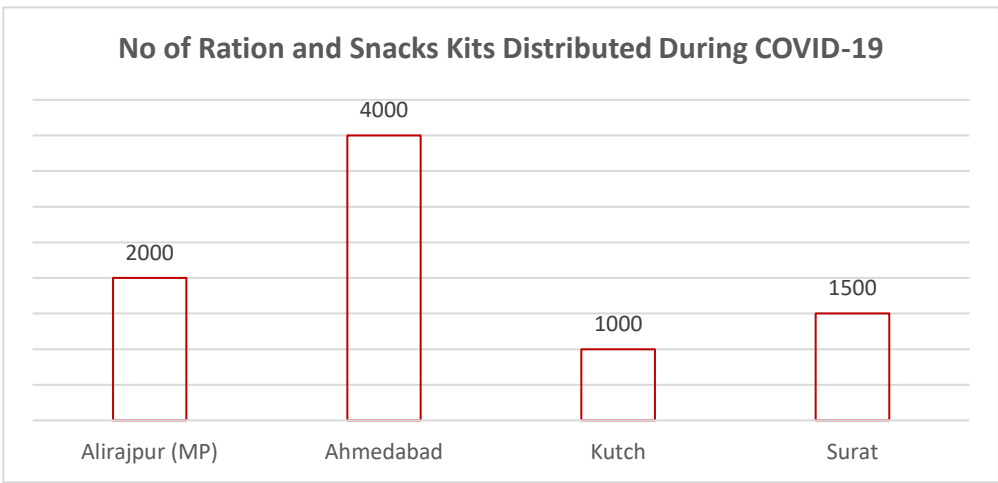
Impact of the Program

1. 50% people are using toilets inside the TE plantation.
2. 60% toilets are functional.
3. About 90% water samples are safe for drinking.
4. 70% community feels the importance of WASH practices.
5. 75% people are using filtered water for drinking.



COVID-19
Relief

Covid Support was provided to more than 8500 families in four districts (Alirajpur, Kutch, Surat and Ahmedabad) in MP and Gujarat States.



A pandemic due to COVID-19, ceased the availability of life's most basic thing "Food" to already troubled poor human beings everywhere especially in tribal places like Bhabra (Madhya Pradesh), where most of people migrates to earn livelihood and majority of old men and women remain in villages, completely dependent on money send by migrated family members.

During the COVID-19 Pandemic, first wave outbreak, we have distributed ration kit to most needy and poor people, especially children, old aged single people and women in 4 districts of MP and Gujarat in partnership of various donors like FWWB, Feeding India and Godrej Properties. Seeing the complete lockdowns for months, we provided completed ration kits with complete groceries for 4 family members. Total 8500 such families were spurted.



Unlocked the door for me and others – Mandipbhai, Gandhidham, Gujarat



Kandla port is located in Gandhidham taluka of Kutch district. There are number of truck parking plots & *Dhaba* in Gandhidham. Chola team regularly organise awareness training at different parking plots. In Gandhidham, there is a place called Transport Nagar, there are many trucks, drivers, cleaners from all over India.

Transport Nagar is on the way of Mithi Rohar Village which is 12 kms far from Gandhidham. CFL (Chola Financial Leader) has been visiting Transport Nagar for a long time while visiting Mithi Rohar village. As regular plan, CFL organised Financial Literacy Awareness Meeting at Transport Nagar, covering the five main points: Income-expense, Banking, Savings and Investment, Insurance, and Government Schemes. There were lot of truck drivers in the training, who asked many questions on the topics taken.

Mandeep from Bihar, was one of the participant truck drivers who shared his different problem. He shared with CFL that he wanted to open a bank account in Gandhidham, but his documents are from Bihar and therefore, he could not open his bank account. He asked CFL, "Can you help me?" CFL was little worried as this case was new to him. CFL then talked to bank manager about it and got enough information to open bank account for outside state individuals, which was enough to help Mandeep Bhai. CFL went to meet Mandip's transport owner, and discussed the issue.

CFL informed the owner that Mandip's Bank account can be opened If transport Company can provide his employment information on transporter's letterhead. The transport owner appreciated CFL and arranged a letter for Bank for Mandip's bank Account. CFL helped owner to draft the letter. Transport owner said "I am very happy with your work to make efforts to change the life of a truck driver, I will also join and participate in good work". After bank account was opened in HDFC, Mandip said, "I have been living in Kutch for 4-5 years but I could not open an account due to lack of support.

I was very upset till few days back, but now I am very happy and thankful to Chola and PRAYAS team for providing me valuable support. Gandhidham CFL has opened 6-7 bank accounts with the same issues.

Big Tree grows from small seed



'I want to go forward and expand my business but due to lack of capital I Feel stuck to progress'

Shradhya Reddy, a resident of Meghper village, came to Gujarat (Anjar) from Karnataka state 14 years ago, immediately after her marriage. She faced many challenges and struggle. Culture was new for her. She

came to Meghper village in Anjar block. she was engaged in many business activities and stitching clothes was her main bread earner activity.

She used to take bulk order of stitching work from different company but due to COVID-19 situation and lockdown, many companies shut down their business and as an effect, she lost her work. Now she was looking for new opportunity.

This situation forced her to spend her savings and gradually she exhausted all her saved money for mere all survival and meet two times meal. Recently she got an order of Apron stitching from a hospital of Ahmedabad but due to lack of capital she was not able to take that order.

During this phase when Prayas team was conducting SHG meeting with the group, she (Shradhya Reddy) shared Prayas team representative for her financial need. Prayas Team put this proposal to Welspun & SSSM (*Shri Saheli Sakhi Sang Mandal*) for further process and assess the need of Shradhya.

SSSM is a voluntary organization having 7-9 local women members who work for needy women in Kutch District. SSSM is trained by Prayas and financially supported by Welspun. Finally, **Saheli Sakhi Sang** assured her for financial support with all formalities. Rs.5000 seed fund was offered to Shradhya for 1 month without any interest.

As an outcome, she was successfully able to take work order. She got 100 pieces of Apron stitching order and from this work she made a Rs.10,000 profit. Her journey started again with small support.



Entrepreneurship

Learn skills and earn customers

Ritaben is married woman, living in nuclear family with 3 children in Wadhavan block, Surendranagar district of Gujarat. Her family's economic condition is not good. Her family is traditionally into footwear making business and her husband is leading this business at present.

Before marriage, Ritaben learnt stitching and sewing in her village as conventional practices in families most commonly. Her parents and whole family lead a struggling life due to poor economic conditions. While growing, she always dreamt for good and independent life. She shared with master trainer of FWWB that due to poverty she could not complete her studies and started earning when she was a child.

With required condition and induction, she get enrolled in FWWB's entrepreneurship program *Shashakt* to learn some business skills and earn more for her family and children.

She also encouraged other women to enrol in Shashakt program to learn new skills and scale up their small businesses. After intense training she asked master trainer to help her buy tailoring machine and other required materials to start business. Her husband also supported her to establish the business. After some time, her customer base increased and she started earning well.

During pandemic, her business decreased substantially for some time. But soon she recovered her business and losses both when situation became bit normal.

She also feels confident after getting technical training and other support through the program. She is now planning to get her daughter enrolled in the program too.

My Child continued classes during pandemic lockdown



My name is Javsingh Bhabhar and I am a member of Ringol Village Panchayat. I studied till class 10.

There are nine family members in my family. I have four children, two sons and two daughters, and they all are going to school regularly.

Me and my whole family suffered a lot during

lockdown. It was difficult for me to manage expenses and engage my children at home. When lockdown opened, we went to the market and purchased some grocery from the market. During the lockdown, schools were closed and still there is no clarity when schools will open and school will manage our children safely.

During lockdown, I was worried about my children who were sitting at home, neither playing not studying.

I am very thankful to Prayas Team, which came to our village and my home that they will support and help our children to continue their study at home even when schools were closed.

Prayas Team explained about online and offline classes through personal home visits and mobile phones. All this was new experience to me and my children. We were explained the whole process like how we have to provide mobile phones to our children for 30-45 minutes and the timings in evening and morning.

We were also told that parents who did not have mobile phones need not to worry as team will teach their children nearby their houses in small groups. My elder daughter, Priyanka is in class 10 and will attempt High school examination this year. My son Sandeep is in class 12 who will sit in higher secondary examination. My younger daughter, Kinjal is in class 6 while youngest son Raj is in class 4.

With the hope from PRAYAS Team, I decided to teach my children at home. Regularly I gave time to my children for 1 hour as told by Prayas team. Though I was not able to take academic subjects of my elder children, but my regular attention helped them to sit and study in discipline. Whenever I had to go out for some work, my elder son Sandeep used to manage his other siblings. We did not miss the class for a single day. Now my children are back to their studies and have a daily schedule. I am very happy. When my neighbours asked that how I managed my children's education during lockdown, I told them to provide just 1 hour to their children daily and they could see the difference. I also shared with them about support and guidance by Prayas Team to continue education of their children.



“Girls for Goals” Football match

PRAYAS, Purva Bharati Educational Trust in collaboration with Beesakopie and Tongona gaon Tea Estates organized “Girls for Goal”, a friendly football match between the girls of both the tea gardens on 22nd November 2020. It was held in the 12 no playground of Beesakopie tea garden. The football match was inaugurated by honourable MLA from Doomdooma Mr. Durga Bhumij. Manager of Tongona gaon Tea Garden, Mr. Mukesh Bohra, Manager of Beesakopie Tea Garden Tribhuvan Singh Bisht, his wife Ms. Smriti Bisht, Principal of Bapuji Adarsha LP School Jitumoni Borah and Special Training Center teacher Ms. Nomita Borah Deka was present.

In the inaugural speech honourable MLA Durga Bhumij encouraged the girls and boys to engage with sports for overall development. He promised to provide all necessary support to Tongona gaon and Beesakopie Tea Gardens for training on football and other sports to the girls and young boys. The football match was attended by 200 people from the community and garden management. Different banners with the messages of their dream, demand was displayed across the playground.

The idea of organising this football match was to bring the energy, spirit, dream, and youthful enthusiasm back to the lives of young girls, which have shattered during the pandemic along with long closure of school, colleges, friends, social circles. It was aimed to boost the girls, young volunteers to actively engage with their education, dream of their lives and work. It also gave PBET an opportunity to involve with the government and Tea Garden Management.

A young team from PBET, young volunteers from the gardens engaged tirelessly to organise the match smoothly with the support of the management of both the gardens, under the guidance of Tanveer Jaman, a young, dynamic welfare officer of Beesakopie Tea Garden.

The girls of both the teams played well and performed their best. The experienced team of Tongona gaon won the game with one goal whereas Beesakopie team won the hearts of people with their very active, enthusiastic game.

Collective Confidence and Awareness



Rohini Sutradhar, 46, lives in Rajajan village in Sidli block of Chriang district in Assam. She is a widow having four children. She works as a daily wage worker in other people's farms or in road construction etc, as she does not have any land of her own.

Rohini faces a lot of hardship in meeting even the basic needs of her family including food. They often do not have enough money to buy food from the market. She had not received any benefits of government schemes towards food and other social security.

Two year ago (2018), Rohini had applied for her ration card which allows economically deprived people to receive food grains from the government Public Distribution System. She got to know that her name has been approved for receiving ration. She went to the PDS shop to find out if she can get

her ration. However, the dealer told her that her name is there, but no rice or other food item has come on her name.

In the last 2 years Rohini went to the ration shop many times. But each time, dealer mis-behaved with her and sent her back saying there is no ration in her name.

In 2020, Rohini had received an invitation to attend a meeting organised by Prayas along with the local women's group called Women's Leadership Training Centre in her village. In the meeting the women leaders from Prayas and WLTC shared about women's rights, different government schemes available for women and poor people etc. Rohini shared about her ration card and not receiving ration despite having her name in the card in the meeting.

The women leaders collected all Rohini's documents and accompanied her and 9 other women who had not received ration to the District Food Security Supply office. There they met with the officer and explained the situation and demanded that the women should receive their ration immediately. The officer ensured that he will speak to the dealer and take action.

The women leaders made several phone calls to the officer as follow-up and finally the dealer agreed to provide ration to Rohini. Rohini and other women demanded that the dealer would have to give Rohini the ration for entire period since her name has been approved. Finally, the dealer gave her the pending ration for 3 months and since then Rohini has been receiving ration regularly.

Rohini is also very active in the women's group started by Prayas and take active participation in building awareness and supporting women to access their entitlements and demand their rights.

Lust for Life...Poonam lost three family members yet fights back to reclaim her life.

Poonam Pandey (Name changed), a young married woman, is a native of Dholka District of Gujarat. Few years back, she came to Ahmedabad with her family of six members in search for livelihood. She was staying in Vatva GIDC area of Ahmedabad with her 2 children, husband and in laws. Whole family was doing labour work to earn their livelihood and meet the family expenses.



One bad day, both mother and father in laws of Poonam fell sick to the level that they had to rush to hospital. With basic tests and consultation, doctor prescribed some medicines and asked them to take rest. Even after a week of medication, there was no improvement in condition of both the parents. Meanwhile, as regular home visits, one of the Outreach Health Worker (ORW) of Prayas met Husband of Poonam and learnt about parent's situation. In consultation of ORW, it was decided to test Poonam's Father in law for HIV.

Unexpectedly, HIV report of father was positive. This was shocking for the whole family. Nobody in family was familiar with HIV. ORW counselled the family members in closed door and suggested to test mother also as soon as possible. Unfortunately, she was also found HIV Positive. Both were taken to hospital for HIV medication and counselling and care taking sessions. For few days, ORW also visited Poonam's house for further counselling. It was tough time for the family not just because of HIV but also from social stigma and gossiping of neighbours' biased behaviour. Because of the social fear and old thoughts of goodly act, they actually left taking medicines and stopped visiting hospitals. Within 3 months, both parents died. Somehow, Poonam and His husband overcome with the sad event and engaged in routine life. But destiny had some more shocks to come. After six month of parental demise, Poonam's husband was also found HIV positive and subsequently he too died in few months. After his death, Poonam was also found HIV Positive. It was too much for Poonam to bear the loss of three family members in a year and getting HIV infection.

People and relatives stopped talking and meeting with Poonam. Children were also in shock. By the grace of God, they were safe from HIV. With lot of efforts and continuous counselling, she managed herself and with the help of PRAYAS she got a job in Nirma Company in GIDC area. On the other side, pandemic (COVID-19) was tightening its clutches across the world. With lockdowns and sever second wave of pandemic, factories down their shutters for uncertain times leaving many labour jobless. Poonam was one of the unfortunate workers who lost her job too.

After so many sacrifices, with Job in Nirma Company, we all felt that Poonam will strongly live with HIV and Take care of herself and her children. To some extent, it happened too but pandemic further broke all the hopes. Prayas, provide ration kit, books and sanitizer to Poonam to fulfil basic need of the family during critical covid phase.

Few days back, Prayas again supported her to get a job in GIDC area. Now she is much better, taking HIV cure medicines and looking after her children.



Governance and Execution

Board of Trustee

Chairman

Dr. Dinesh Awasthi
Vice Chancellor LJ University
Ahmedabad.

Director

Mr. Bhadresh Rawal
MD, PRAYAS
Gandhinagar, Gujarat.

Trustee

Mr. Ramkrishna Mistry
Edupreneur & Development
Educator, Ahmedabad.

Trustee

Mr. Rajesh Singh
Partner, SM Investment Services
Ahmedabad.

Trustee

Ms. Shilpa Pandya,
Consultant, AB PM-JAY
Delhi.

Trustee

Mr. Ashish Mondal
Director & Managing Trustee, ASA
Bhopal, Madhya Pradesh.

Trustee

Ms. Minaxiben Shukla, Consultant
Child Rights, Nutrition, Health &
Development, Education, ECE
Ahmedabad.

Board Members meet every quarter with defined agenda and discuss programmatic, partner and impact related queries. Detailed programmatic presentations, impact stories, progress against targets are discussed along with financial reports.

Board Members

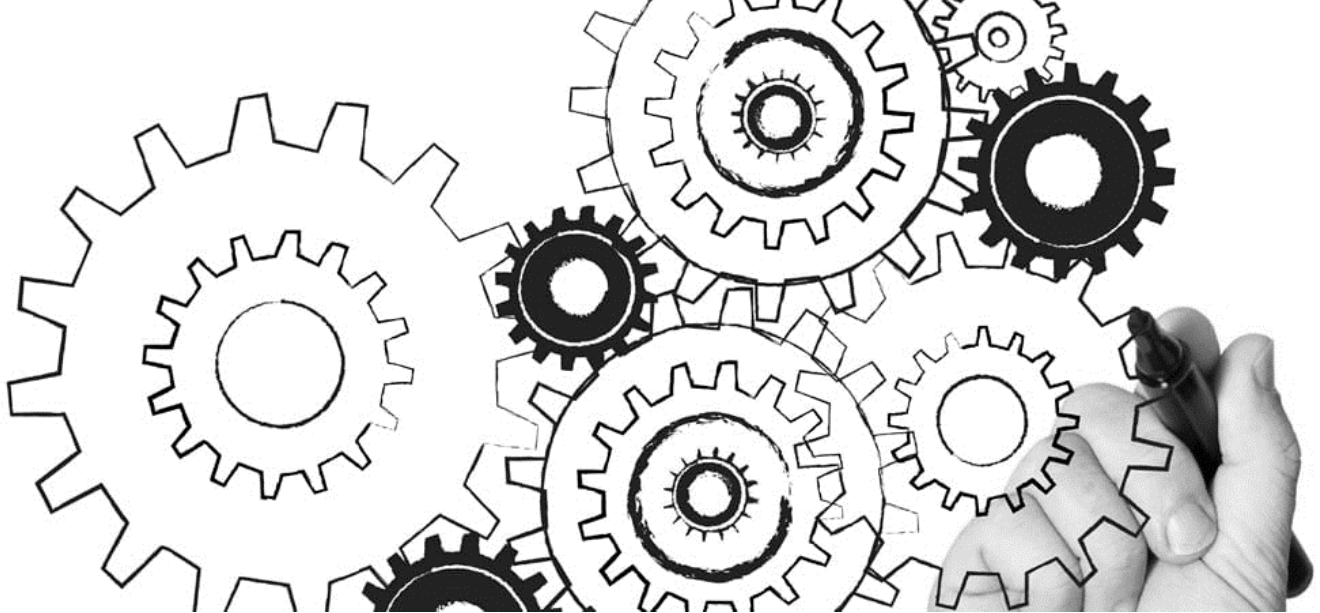
7 Board Members with avg. 25 years of rich experience in Education, Health, Entrepreneurship, Microfinance and other Development Issues, having vast network and alliances with like minded organizations.

Top Management

Top management consists of a team of 15 professionals with avg. 15 years of experience in Subject Knowledge, Implementation, Planning, Communication, Stakeholder Management, Monitoring, Liasioning, Finance and HR etc.

Field Team

More than 100 field team members with avg. 5 years of experience are well trained and competent to work with rural, tribal and urban communities, govt. officials and village level governance and systems.



Systems and Processes

Organizationally, Both the NBFC-MFI (PFSP, Prayas Financial Services Pvt. Ltd.) and Prayas Trust (Prayas Organization for Sustainable Development) have strong systems, policies and Controls for transparency.

COMPLIANCE

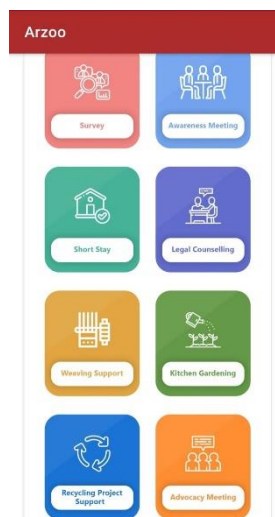
Both Prayas Financial Services Pvt. Ltd. And Prayas Trust have all the compliance policies in place as per govt. guidelines and guiding principles for organizations. These policy documents are accessible for public view.

TECHNOLOGY

Core functions like Data Management, operations and implementation is managed through experienced tech team for real-time monitoring, transparency, and ease of MIS data management.

FINANCIAL CONTROL

Dedicated Full time CA and Finance Management Team at Head Office and Field level to manage investments, grants and donations with best financial practices and control in the sector and industry.



Technology and Social Development Integration is a continuous process in PRAYAS culture for best delivery, data management and transparency. Ultimate goal is reduced operation cost through breakthrough ideas, implemented through technological services and products and continuous R&D.

FINANCIAL STATEMENT PRAYAS TRUST

PRAYAS (ORGANISATION FOR SUSTAINABLE DEVELOPMENT)
09, GOKUL SOCIETY, CHAKALIYAROAD, DAHOD - 389151
REGISTRATION NO. - F / 594 / DAHOD - DATED 7.04.2016

THE BOMBAY PUBLIC TRUST ACT, 1950
(As applicable to the State of Gujarat)
SCHEDULE VIII
[Vide Rule 17 (1)]
BALANCE SHEET AS ON MARCH 31, 2021
F.C.R.A. NO. 042050049 Dated 09.08.2004 / State Bank of India - 40043871866

FUNDS AND LIABILITIES	Sch. No.	Amount (Rs.)	Amount (Rs.)	PROPERTIES AND ASSETS	Sch. No.	Amount (Rs.)	Amount (Rs.)
Trust Fund or Corpus :-	1		1,71,85,737	Immovable Properties:-	6		
Other Earmarked Funds :-	2			Opening Balance		1,43,37,612	
Depreciation Fund		1,66,61,089		Add: Current Year addition		-	1,43,37,612
Reserve Fund		-		Less : Disposal During the year		-	
Any Other Fund		38,59,682	2,05,20,771	Movable Properties:-			
Unspent Balance of Grant	3		64,95,073	Opening Balance		1,22,98,733	
Loans (Secured and unsecured) :-	4			Add: Current Year addition		8,33,286	1,08,52,010
From trustees		-		Less : Disposal During the year		(22,80,009)	
From others		13,69,11,497	13,69,11,497	TOTAL			2,51,89,622
Liabilities :-	5			Investments :-	7		3,71,31,884
For Expenses (incl. Duties and Taxes)		35,11,594		Loans (Secured or unsecured) :-	8		
For Advances		2,97,26,612		Good/Doubtful		-	
For Rent and other deposits		-		Loans Scholarship		-	
For Sundry Credit balances		-	3,32,38,206	Other Loans (Considered Good)		12,01,66,190	12,01,66,190
Income & Expenditure A/c				Advances :-	9		
Balance as per last balance sheet		4,91,510		To Trustees		-	
Add/Less : Surplus of deficit		-		To Employees		-	
As per income and Expenditure A/c		8,75,691		To Contractor		-	
Add : Prior Period Adjustment		-		To Lawyers		-	
Less : Transfer to Corpus Fund		-	13,67,201	To Others		2,24,04,097	2,24,04,097
TOTAL			21,57,18,485	Cash and Bank Balances :-	10		
				a) In current account and fixed deposit account		56,35,538	
				b) In F.C.R.A. account no. or fixed deposit account		51,84,868	
				c) With the trustee			
				d) With the manager / cashier		6,284	1,08,26,690
TOTAL			21,57,18,485	TOTAL			21,57,18,485

The above Balance Sheet to the best of our belief contains a true account of the funds and liabilities and of the Property and Assets of the Trust.

For Shah & Shah
Chartered Accountants
(FRN No.131527W)

For PRAYAS
Organisation For Sustainable Development

Tejas Shah
Partner
Membership No.135639

Bhadresh K Rawal
Director

Dinesh Awasthi
Chair Person

Date : 28 August, 2021
Place: Ahmedabad

Date : 28 August, 2021
Place: Gandhinagar

PRAYAS (ORGANISATION FOR SUSTAINABLE DEVELOPMENT)
09, GOKUL SOCIETY, CHAKALIYA ROAD, DAHOD - 389 151
REGISTRATION NO.- F / 594 / DAHOD - DATED 7.04.2016

THE BOMBAY PUBLIC TRUST ACT, 1950
(As applicable to the State of Gujarat)
SCHEDULE - IX

[Vide Rule 17 (1)]

INCOME AND EXPENDITURE ACCOUNT FOR THE PERIOD ENDED ON MARCH 31, 2021
F.C.R.A. NO. 042050049 Dated 09.08.2004 / State Bank of India - 40043871866

EXPENDITURE	Sch. No.	Amount (in Rs.)	INCOME	Sch. No.	Amount (in Rs.)
<u>To Expenditure in respect of properties :-</u>			<u>By Rent :-</u>		
Rates, Taxes, Cesses		-			
Repairs and Maintenance		-	<u>By Interest Income :-</u>	12	7,77,24,498
<u>Salaries</u>		-	On Securities		
<u>Insurance</u>		1,03,455	On loans		
<u>Depreciation</u>		13,71,208	On Bank account		
<u>Other Expenses</u>			Others		
To Establishment Expense		-	<u>By Dividend :-</u>		-
To Remuneration		-	<u>By Donations in cash or kind :-</u>		
To the head of the math, including his household Expenditure, if any		-	Domestic		14,44,543
To Legal Expense		-	International FCRA No. and Date		-
To Audit Fees		50,000	<u>By Income from other sources :-</u>	13	14,51,197
To Contribution and Fees		-	<u>By Transfer from Reserve :-</u>		-
To Expenditure on objects of the Trust (Specify if any from FCRA)					
(a) Religious		-			
(b) Educational		-			
(C) Medical Relief		-			
(d) Relief of Poverty	11	7,82,19,884			
(e) Other Charitable Objects		-			
Excess Of Income Over Expenditure		8,75,691			
TOTAL		8,06,20,238	TOTAL		8,06,20,238

As per our report of even date attached

For Shah & Shah
Chartered Accountants
(FRN No.131527W)

For PRAYAS
Organisation For Sustainable Development

Tejas Shah
Partner
Membership No.135639

Bhadresh K Rawal
Director

Dinesh Awasthi
Chair Person

Date : 28 August, 2021
Place: Ahmedabad

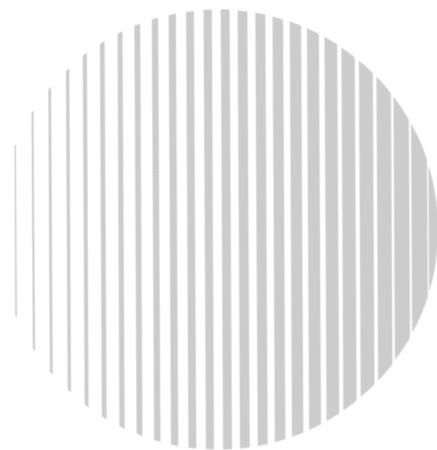
Date : 28 August, 2021
Place: Gandhinagar

Moments





Thanks for your support



Most satisfying Smile

*Ration Support brought smile on many faces
who were struggling in Starvation during*



www.prayas4development.org (Social)
www.pravasfinance.com (NBFC MFI)



mail@prayas4development.org (Social)
mail@pravasfinance.com (NBFC MFI)



LL 07948408308, 07948418318

Head Office

Satyam 1/308, Business Park
Adalaj, Dist. Gandhinagar
Gujarat 382421
INDIA

Vidhesh

Design & Composition