

MUTHOOT MERCANTILE LIMITED

ANNUAL REPORT

FOR THE FINANCIAL YEAR 2023-2024

MUTHOOT MERCANTILE LIMITED

Corporate Information

Directors

Richi Mathew

Managing Director

Mathew Mathaininan

*Chairman and Whole Time
Director*

Ammini Mathew

Whole Time Director

Asha Richi Mathew

Director

Justin Dillark

*Director (Independent and Non-
Executive)*

Antony Robert John

*Director (Independent and Non-
Executive)*

Statutory Auditors

M/s Manikandan and Associates
Chartered Accountants.

Secretarial Auditors

M/s.SEP & Associates
Company Secretaries
Address: TC 17/3318 (4),
1st Floor R S Complex,
Opposite LIC, Pattom,
Trivandrum-695004

Debenture Trustees

Mitcon Credencia Trusteeship
Services Limited
1402/1403, 14th Floor, Dalamal
Tower, B-Wing,
Free Press Journal Marg, 211,
Nariman Point, Mumbai –
400021

MUTHOOT MERCANTILE LIMITED

CIN: U65921KL1997PLC011260

Regd Office: 1st Floor, North Block, "Muthoot Floors",
Opposite W & C Hospital, Thycaud, Thiruvananthapuram , Kerala- 695014

INVITATION TO ATTEND THE 27TH ANNUAL GENERAL MEETING

Dear Members/Directors/Auditors,

You are cordially invited to attend the 27th (twenty seventh) Annual General Meeting of the company scheduled at Monday, 11.00 A.M, on 30th day of September, 2024, at the registered office of the company at Muthoot Floors, 1stFloor, North Block, Opposite W & C Hospital, Thycaud, Thiruvananthapuram, Kerala- 695014.

The notice convening the Annual General Meeting is attached herewith.

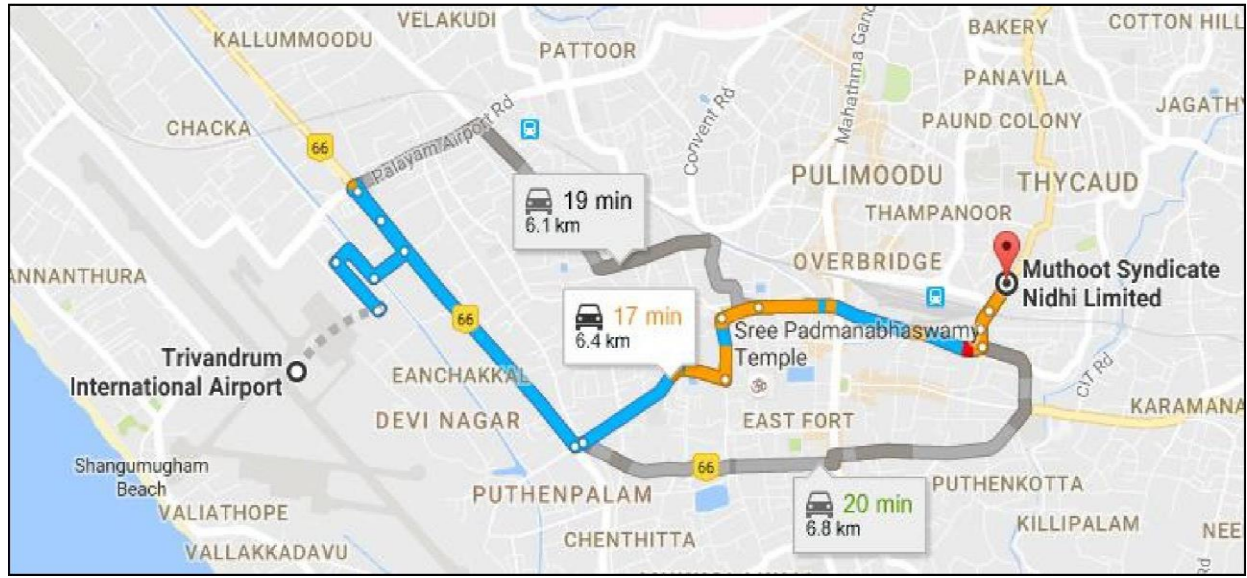
Yours faithfully,

Sd/-

MATHEW MATHAININAN
WHOLE TIME DIRECTOR
DIN:00063078

Trivandrum
06.09.2023

ROUTE MAP TO THE VENUE



MUTHOOT MERCANTILE LIMITED

CIN: U65921KL1997PLC011260

Regd Office: 1st Floor, North Block, "Muthoot Floors",
Opposite W & C Hospital, Thycaud, Thiruvananthapuram, Kerala- 695014

NOTICE IS HEREBY GIVEN THAT THE 27th ANNUAL GENERAL MEETING OF THE MUTHOOT MERCANTILE LIMITED WILL BE HELD ON MONDAY, 11.00 MON 30TH DAY OF SEPTEMBER, 2024, AT THE REGISTERED OFFICE OF THE COMPANY AT 1ST FLOOR, NORTH BLOCK, "MUTHOOT FLOORS", OPPOSITE W & C HOSPITAL, THYCAUD, THIRUVANANTHAPURAM, KERALA-695014. TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

Item No. 1 – Adoption of Financial Statement for the financial Year 2023-2024

To consider and adopt the audited financial statements of the Company for the financial year ended March 31, 2024, along with notes annexed thereto and the reports of the Board of Directors, report of Statutory Auditors and report of Secretarial Auditors thereon.

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

“**RESOLVED THAT** the audited financial statements of the Company for the financial year ended March 31, 2024, and along with notes annexed thereto and the reports of the Board of Directors, report of Statutory Auditors and Report of Secretarial auditors thereon laid before this meeting, be and are hereby considered and adopted.”

Item No. 2: Re-Appointment of Auditor

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

“**RESOLVED THAT** pursuant to the provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013, and the Rules framed there under, as amended from time to time, M/s. Varma & Varma, Chartered Accountants, Trivandrum be and is hereby appointed as Auditor of the Company to hold office from the conclusion

of this Annual General Meeting (AGM) till the conclusion of the 30th AGM (for the FY 2024-2025 to 2026-2027) of the Company to be held in the year 2028, at such remuneration as may be agreed upon between the Board of Directors and the auditors from time to time.

Item No. 3: To appoint a director in place of Asha Richi Mathew, who retires by rotation and being eligible, offers herself for reappointment

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

“RESOLVED THAT Smt Asha Richi Mathew who retires by rotation in terms of Section 152 of the Companies Act, 2013 and being eligible be and is hereby re-appointed as Director of the Company whose office shall be liable to retirement by rotation”.

Special Business:

Item no. 4: Sub: Authorization of related party Transactions

Payment of rent to Mr. M. Mathew, Whole Time Director and Mrs. Ammini Mathew, Whole Time Director of the Company.

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

“RESOLVED THAT pursuant to the provisions of Section 188 and other applicable provisions of the Companies Act, 2013 read with rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force), subject to the approval of Board of Directors and the consent of members be and is hereby accorded to pay rent of Rs. 2,50,000 per month to Mr. M. Mathew, Whole Time Director and Mrs Ammini Mathew, Whole Time Director of the Company for availing building premises admeasuring 6115 sq. ft. situated at 1st Floor, North Block, “MUTHOOT FLOORS’, Opposite W & C Hospital, Thycaud, Thiruvananthapuram-695014 for official purpose.”

Item No:05 Issue of Subordinate Debts in the nature of promissory note for the FY-2023-2024

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

“RESOLVED THAT Subject to consent of the Members of the company be and is hereby accorded to the board of Directors to issue Subordinate debt in the nature of promissory note with the borrowing powers of the Board of Directors of the company in multiple tranches for the financial year 2024-2025 and till the date of next AGM to be held for the FY 2024-2025 on such terms and conditions as may be decided by the Board of Directors to such person or persons as-the Board may decide;

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to do all such acts, deeds, matters and things as may be deemed necessary, desirable, proper or expedient for the purpose of giving effect to this resolution and for matters connected therewith or incidental thereto.”

Item No:06 To Authorize the Board of Directors to mortgage, create charge on all or any of the assets of the Company.

To consider and if thought fit, to pass, with or without modification, the following resolution as a Special Resolution;

“RESOLVED THAT pursuant to provisions of section 180(1)(a) and all other applicable provisions, if any, of the Companies Act, 2013, the consent of the members of the Company be and is hereby accorded to the Board of Directors of the Company to sell, lease or otherwise dispose of whole or substantially whole of the undertaking of the Company, mortgage and/ or create charge on all or any of the assets and properties both immovable and movable, and perform all such acts, deeds, matters and things as may be necessary, desirable or expedient and further to execute the required documents including power(s) of attorney in favour of all or any of the persons, firms, body corporate, banks, financial institutions, trustees, as by and way of security for the due repayment of the sums of money together with interest or other money(ies) due thereon, if any, already borrowed or to be borrowed by the Company there from shall be within the overall limits of the borrowing powers of the Board of Directors of the Company as

determined from time to time by the shareholders pursuant to Section 180(1)(c) of the Companies Act, 2013;

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to do all such acts, deeds, matters and things as may be deemed necessary, desirable, proper or expedient for the purpose of giving effect to this resolution and for matters connected therewith or incidental thereto.”

Item No:07 Approval of Borrowing Limits

To consider and if thought fit, to pass, with or without modification, the following resolution as a Special Resolution;

“**RESOLVED THAT**, the consent of the Members of the Company be and is hereby accorded to the Board of Directors and/or any Committee of Directors thereof, under Section 180(1)(c) of the Companies Act, 2013 the Rules made thereunder and its related and applicable provisions if any, or any other law for the time being in force (including any statutory modification or amendment thereto or re-enactment thereof) and in terms of Articles of Association of the Company, to borrow any sum or sums of moneys from time to time from any one or more Company’s bankers and /or from any one or more persons, Company’s Directors, firms, Bodies Corporate, Financial Institutions, Banks or other acceptable source, whether by way of advances, loans, debentures, bonds or other securities, on such terms and conditions as the Board may deem fit, notwithstanding that such sum or sums of monies to be borrowed, together with the monies already borrowed by the Company (apart from the temporary loans obtained from the Company’s Bankers in the ordinary course of business), may exceed aggregate of its paid-up capital and free reserves of the Company, provided however, the total amount so borrowed shall not exceed Rs.14,00,00,00,000/-(Rupees One Thousand Four Hundred Crores only);

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to do all such acts, deeds, matters and things as may be deemed necessary, desirable, proper or expedient for the purpose of giving effect to this resolution and for matters connected therewith or incidental thereto;

RESOLVED FURTHER THAT Mr. Mathew Mathaininan, Whole time Director (DIN: 00063078) or Mrs. Ammini Mathew, Whole time Director (DIN: 00533771) be and is hereby authorized to file necessary forms with the Registrar of Companies, Ministry of Corporate Affairs, Government of India.”

For and on behalf of Board of Director
Muthoot Mercantile Limited

MATHEW MATHAININAN
WHOLE TIME DIRECTOR
DIN:00063078

Trivandrum
06.09.2024

NOTES:

- 1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote on poll on his/her behalf and the proxy need not be a member of the company. Pursuant to Section 105 of the Companies Act, 2013, a person can act as a Proxy on behalf of not more than fifty members holding in aggregate, not more than ten percent of the total share Capital of Company may appoint a single person as Proxy, who shall not act as a Proxy for any other Member. The instrument of Proxy, in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not later than 48 hours (Sunday is included in computation of 48 hours) before the commencement of the Meeting. A Proxy Form is annexed to this report. Proxies submitted on behalf of limited companies, societies, etc., must be supported by an appropriate resolution/authority, as applicable.*
- 2. The Notice of AGM, Annual Report, Proxy Form and Attendance Slip are being sent to Members.*
- 3. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Act, and the Register of Contracts or Arrangements in which the directors are interested, maintained under Section 189 of the Act, will be available for inspection by the members at the AGM*

- 4. Corporate members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the Board resolution to the Company authorizing their representative to attend and vote on their behalf at the meeting*
- 5. Members / proxies / authorized representatives should bring the duly filled attendance slip enclosed herewith to attend the meeting.*

Form No. MGT 11

Proxy Form

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

Venue of the meeting	1st Floor, North Block, "Muthoot Floors", Opposite W & C Hospital, Thycaud, Thiruvananthapuram, Kerala- 695014
Date & time	30th September 2024 11.00 A M

Please fill attendance slip and hand it over at the entrance of the meeting venue

Name	
Address	
Folio No.	
No. of Shares Held.	

I, _____ resident of _____
_____ being a member/members of **Muthoot Mercantile Limited** hereby
appoint the following as my/our proxy to attend vote (for me and on my
behalf at the 27th Annual General Meeting of the company to be held on 30th
September 2024 11.00 A M and at any adjournment thereof) in respect of
such resolution are as indicated below;

I, Mr/Mrs. _____ (Name &
signature of the proxy) or failing him/
her _____ Registered address _____ E Mail
Id _____ Signature _____

<i>Sl No.</i>	<i>Resolution</i>	<i>For</i>	<i>Against</i>
<u>Ordinary Business:</u>			

1 1	1. Adoption of Financial Statement for the financial Year 2023-2024		
	2. Appointment of Statutory Auditor		
	3. To appoint a director in place of Asha Richi Mathew, who is retiring by rotation and being eligible offer himself for re-appointment.		

<u>Special Business:</u>			
1	4. Payment of rent to Mr. M. Mathew, Whole Time Director and Mrs. Ammini Mathew, Whole Time Director of the Company (Authorization of related party Transactions.		
2	5. Issue of Subordinate Debts in the nature of promissory note for the FY-2024-2025		
3	6. To Authorization to the Board of Directors to mortgage, create charge on all or any of the assets of the Company		
4	7. Approval of Borrowing Limits		

This is optional. Please put a tick mark/(i) in the appropriate column against the resolutions indicated in the box. If a member leaves the "For" or "Against" column blank against any or all the Resolutions, the proxy will be entitled to vote in the manner he/she thinks appropriate. If a member wishes to abstain from voting on a particular resolution, he/she should write "Abstain" across the boxes against the Resolution.

Date:

Affix
Revenue
Stamp

Notes:

- The Proxy to be effective should be deposited at the Registered office of the company not less than FORTY EIGHT HOURS before the commencement of the Meeting.
- A Proxy need not be a member of the Company.
- In the case of joint holders, the vote of the senior who tenders a vote, whether in person or by proxy, shall be accepted to the exclusion of the vote of the other joint holders. Seniority shall be determined by the order in which the names stand in the Register of Member
- The form of Proxy confers authority to demand or join in demanding a poll.
- The submission by a member of this form of proxy will not preclude such member from attending in person and voting at the meeting.
- In case a member wishes his/her votes to be used differently, he/she should indicate the number of shares under the columns "For" or "Against" as appropriate.

EXPLANATORY STATEMENTS U/S. 102 OF THE COMPANIES ACT, 2013:

Item no. 4: Sub: Payment of rent to Mr. M. Mathew, Whole Time Director and Mrs. Ammini Mathew, Whole Time Director of the Company (Authorization of related party Transactions)

Mr. M. Mathew, Whole Time Director & Shareholder and Mrs Ammini Mathew, Whole Time Director & Shareholder of the Company, has let out their building premises admeasuring 6115 sq. ft. situated at 1st Floor, North Block, “MUTHOOT FLOORS’, Opposite W & C Hospital, Thycaud, Thiruvananthapuram-695014 for housing of registered office of the company, the audit committee at its meeting dated 05.03.2024 and the Board at its meetings dated 20.03.2024 and 22.04.2024 considered and decided based on the recommendation and approval of Audit Committee to pay monthly rent of Rs.2,50,000/- to them.

None of the Directors except Mr. Richi Mathew, Mr. Mathew Mathaininan and Mr. Ammini Mathew or Key Managerial Personnel of the Company or their relatives are in any way concerned or interested, to these resolutions.

The same requires to be approved by the Majority of disinterested quorum which were not present to transact the same. Therefore, the resolution needs the approval of the members at the Annual General Meeting of the Company.

The Board recommends resolutions under Item No. 06 to be passed as a Special resolution.

Item No:05 Issue of Subordinate Debts in the nature of promissory note for the FY 2024-2025.

In order to meet the requirements of the company, The Board of Directors of the company at its meeting held on 28.08.2024, has subject to the approval of members of the company in the general meeting proposed to issue Subordinate Debts in the nature of promissory note to various persons at on such terms and conditions as may be decided by the Board of Directors to such persons or persons as finalized by the Board. The

amount to be raised by the way of issue of subordinate debts in the nature of promissory note with the borrowing limits of the company in aggregate. Consent of members is therefore sought in connection with the aforesaid issue of subordinate debts in the nature of promissory note during the FY 2024-2025 and till the next AGM in one or more/multiple tranches.

The Board recommends the Special resolution set forth in the Notice for approval to the members of the company.

None of the Directors, KMP of the company including their relatives is interested or concerned in the resolution except to the extent of their shareholding, if any, in the company.

Item No:06 Authorization to the Board of Directors to mortgage, create charge on all or any of the assets of the company for the FY 2024-2025.

The consent of Members is sought in accordance with provisions of Section 180(1) (a) of the act, to enable Board of Directors of the company to sell, lease or otherwise dispose of whole or substantially whole of the undertaking of the company, mortgage and/ or create charge on all or any of the assets and properties both immovable and moveable, and perform all such acts, deeds, matters and things as may be necessary, desirable or expedient and further to execute the required documents including power (s) of the attorney in favor of all or any of the persons, firms, body corporate, banks, Financial institutions, trustees, as by and way of security for the due repayment of the sum of money together with interest or other money (ies) due thereon, if any, already borrowed or to be borrowed by the company there from shall be within the overall limits of the borrowing powers of the Board of Directors of the company as determined from time to time by the shareholders pursuant to Section 180 (1) (c) of the Companies Act, 2013.

The Board recommends the special resolution set forth in the Notice for approval to the Members of the company.

None of the Directors, KMP of the company including their relatives is interested or concerned in the resolution except to the extent of their shareholding, if any, in the company.

Item No. 07 Approval of Borrowing limits

Keeping in view the company's existing and future financial requirements to support its business operations, the company needs additional funds. For this purpose, the company is desirous of raising finance from various banks and/or Financial Institutions and/ or Bodies Corporate and/or such other persons/individuals as may be considered fit, which together with the moneys already borrowed by company may exceed the aggregate of the paid-up capital and the free reserves of the company. Hence it is proposed to maintain the maximum borrowing limits upto 1400,00,00.000/- (Rupees one thousand Four Hundred Crores only) Pursuant to Section 180 (1) (c) of the Companies Act, 2013, the Board of Directors cannot borrow more than aggregate amount of the paid-up capital of the company and its free reserves at any one time except with the consent of the members of the company in a general meeting. Consent of members is therefore sought in connection with fixing borrowing limits of the company.

The Board recommends the special resolution set forth in the Notice for approval to the members of the company.

None of the Directors, KMPs of the company including their relatives is interested or concerned in the resolution except to the extent of their shareholding, if any, in the company.

For and on behalf of Board of Director

Muthoot Mercantile Limited

Sd/-

MATHEW MATHAININAN

WHOLE TIME DIRECTOR

DIN:00063078

Trivandrum

06.09.2024

MUTHOOT MERCANTILE LIMITED

CIN: U65921KL1997PLC011260

Regd Office: 1st Floor, North Block, "Muthoot Floors",
Opposite W & C Hospital, Thycaud, Thiruvananthapuram , Kerala- 695014

DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure to present the 27th Annual Report of the Company together with the Audited Balance sheet and Profit and Loss Account and the report of the Auditors for the Financial Year ended, March 31, 2024.

The Auditor's Report in respect of the financial statements does not contain any adverse observations or remarks or qualifications for the audit carried out in respect of the Financial Year 2023-2024.

I. FINANCIAL RESULTS OF THE COMPANY (All amounts are in Crores of Indian rupees)

Description	As on 31.03.2024 (Rs.)	As on 31.03.2023 (Rs.)
Revenue from operations	129.93	94.31
Other Income	2.15	0.47
Gross Income	132.08	94.78
Less: Expenditure before Depreciation and interest paid	38.41	27.08
Profit before charging interest paid and depreciation	93.67	67.70
Less: Interest paid	50.87	36.53
Depreciation	8.64	7.40
Net Profit Before Tax	34.16	23.77
Less: Provision for Taxation		
Current tax	9.31	6.77
Deferred Tax Expenses/ Income	(0.65)	(0.69)
Profit for the year	25.50	17.69

II. FINANCIAL PERFORMANCE AND STATE OF AFFAIRS

The Company has been functioning as a Non- Banking Financial Company (NBFC) with effect from 16.12.2002, on the basis of Certificate of Registration No. N-16.00178 dated 12.12.2002, obtained from the Reserve Bank of India under Section 45- IA of the Reserve Bank of India Act, 1934. Interest is provided for the debentures issued. The performance of the company for the financial year ended **31.03.2024**, has been encouraging. The Earnings per Share (EPS) of the Company as at **31.03.2024**, was **Rs. 8.25/-** and previous year is Rs. 6.02/-.

III. Net Profit Trend

The net profit trend of the Company for the previous years' which is summarized as below;

<i>Rs. in Crore</i>				
NET PROFIT OF THE COMPANY FOR THE PREVIOUS				
2023-24	2022-23	2021-22	2020-21	2019-20
25.50	18.19	17.02	14.01	7.8

IV. BRANCH NETWORK

During the year under report, the number of branches of the Company expanded to 254 all over India (Kerala, Tamil Nadu, Odisha, Maharashtra, Haryana, Uttar Pradesh Delhi, Punjab, Madya Pradesh, West Bengal and Rajasthan.)

The Company has opened 46 branches during the period under review. The company has planned to spread the branches all over the India during the **FY 2023-2024**.

V. CAPITAL AND DEBT STRUCTURE

I. Share Capital of the Company

The **Authorized Share Capital** of the Company is **Rs. 55,00,00,000/- (Rupees Fifty Five Crores Only)** consisting of **5,50,00,000 Equity Shares of Rs.10/- (Rupees Ten Only) each**. The Issued, Subscribed and Paidup **Share Capital** of the Company is **Rs. 36,41,87,470/- (Rupees Thirty-six Crores Fourty one Lakhs eight SevenThousand Four Hundred and Seventy Only)** divided into **3,64,18,747 Equity Shares of Rs.10/- (Rupees Ten Only) each**.

Dematerialization of shares

The ISIN for the Equity shares of the Company is INE05F401013.

Total no of shareholders as on 31.03.2024	7(Seven)
No. of Shareholders held shares in Demat form as on 31.03.2023	7(Seven)
100% of shares held by shareholders in Demat form	3,64,18,747

- a. Registrar and Share Transfer Agent of the Company (RTA for electronic connectivity with CDSL) in related to Equity shares and privately placed debentures.*

CDSL Ventures Limited

Regd. Office: Marathon Futurex, 'A' Wing, 25th Floor, Mafatlal Mills Compound, N.M.Joshi Marg, Lower Parel,(E),Mumbai- 400 013.

- b. Registrar and Share Transfer Agent of the Company (RTA related to Public issue of Debentures)*

KFIN Technologies Limited

Selenium Tower B, Plot Nos. 31 & 32 Financial District Nanakramguda, Serilingampally Mandal, Hyderabad - 500032 India.

II. Non-Convertible Debentures

Your Company has raised **Rs. 57,291,000/-** by way of issuance of Secured Redeemable Non-Convertible Debentures on private placement in various tranches during the **FY 2023-2024**. The funds raised from Non-Convertible Debentures are utilized for the purpose of general business purpose and working capital requirement of the company. Series wise details of Debentures allotted during the years as follows;

<i>Debenture Series No.</i>	<i>Date of allotment</i>	<i>Allotment quantity</i>	<i>Number of allottees</i>	<i>SRN (PAS-3)</i>
195	01.07.2023	23,950	27	AA3277095
196	01.08.2023	25,541	35	AA4136327
197	01.09.2023	4,900	08	AA4925636
198	09.10.2023	2,900	02	AA595905

Your Company has raised Rs.1,58,09,05,000/- by way of issuance of Secured Redeemable Non-Convertible Debentures on public issues during the FY 2023-2024. The funds raised from Non-Convertible Debentures are utilized for the purpose of

onward lending and for repayment of interest and principal of existing loans and also for general corporate purposes.

Series wise details of Debentures allotted during the years as follows;

<i>Debenture Series No.</i>	<i>Date of allotment</i>	<i>Allotment quantity</i>	<i>Number of applications-allotted</i>	<i>SRN (PAS-3)</i>
<i>I</i>	<i>21.12.2023</i>	<i>1042049</i>	<i>4999</i>	<i>AA6441905</i>

During the period under review, Your Company has redeemed an aggregate of 1,97,952.

Event after the balance sheet date

Your company has raised Rs. 53,88,56,000/- by way of issuance of Secured Redeemable Non-Convertible Debentures on a public issue.

Series wise details of Debentures allotted after the balance sheet date as follows:

<i>Debenture Series No.</i>	<i>Date of allotment</i>	<i>Allotment quantity</i>	<i>Number of allottee</i>	<i>SRN (PAS-3)</i>
<i>II</i>	<i>27.05.2024</i>	<i>538856</i>	<i>2758</i>	<i>AA8170232</i>

VI. **DIVIDEND**

No Dividend was declared for the current financial year.

VII. **RESERVES**

Your Board of Directors has transferred an amount of Rs. 5,05,92,000/- to the statutory reserve maintained under Section 45 IC of the Reserve Bank of India Act, 1934. Post transfer of profits to reserves, Statutory reserve as on 31.03.2024 Rs.33,83,78,000/-. The company has retained an amount of Rs.6,63,78,000/- as retained earnings.

VIII. **BONUS SHARES**

No Bonus Shares were issued during the year financial year **2023-2024**.

IX. **RESOURCE –FUNDING**

I. Equity shares- Right Issue

Your Company has raised funds through issue of equity shares to existing equity holders by way of right issue, the company has allotted 69,99,997 equity shares through right issue to 06 existing shareholders by the Board. The company has raised aggregate amount of Rs.6,99,99,970/-during the financial Year 2023-2024.

II. Non-Convertible Debenture-Private placement

Your Company has raised funds through issue of Secured non convertible redeemable debenture through private placement basis, the company has allotted 57291 Debentures through private placement to 72 pre- identified persons by the Board. The company has raised aggregate amount of Rs. 57,291,000 during the financial Year 2023-2024.

III. Non-Convertible Debentures-public Issue

Your Company has raised funds through issue of Secured non-convertible redeemable debenture through public issue, The company has raised aggregate amount of Rs. 1,04,20,49,000/- during the financial Year 2023-2024.The company has raised an amount of Rs.12,99,51,000/- by way of subordinate debts during the period under review.

IV. Subordinated Debts

Subordinated Debts qualify as Tier II capital under the Non-Banking Financial Company-Non- Systemically Important Non- Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016.Your company has taken Subordinate debts an aggregate amount of Rs.2,09,78,08,000/- as on 31.03.2024. The company has raised an amount of Rs.12,99,51,000/- by way of subordinate debts during the period under review

Bank Finance

Bank Finance remains an important source of funding for your Company. Your company has raised funds by way of availing credit facility/term loan from State Bank of India, KarurVysya Bank, The Federal bank, South Indian Bank and Indian Overseas Bank. Commercial Banks continued their support to your Company during Financial Year. As of 31st March, 2024, borrowings from banks stood at Rs.1,92,71,94,000/-. The company has raised an amount of Rs.75,00,00,000/- by way of term loan during the period under review

X. DEBENTURE REDEMPTION RESERVE (DRR)

Further, the Company shall on or before the 30th day of April in each year, invest or deposit, as the case may be, a sum which shall not be less than fifteen percent, of the amount of its debentures maturing during the year ending on the 31st day of March of the next year in the manner mentioned in Rule 18(7)(c).

The amount of Rs. 23,12,88,000/- of its debentures maturing during the year ending on the 31st day of March 2025 Accordingly, the Company has deposited ₹ 3.5 Crores in deposit account for debenture redemption.

XI. HUMAN RESOURCES

The Company had harmonious employee relations throughout the year and it will be the endeavor of your Company to continue to maintain the good organizational atmosphere. The Company strives to improve the way of life, work culture, employee engagement on a continuing basis.

The Company had 834 employees on its rolls at various levels of organizational structure.

XII. MARKETING

Few of the notable digital marketing initiatives undertaken by the Company during the financial year 2023-2024 through the social media marketing is a powerful tool for our business to reach prospects and customers. People discover, learn about us, and follow us on social media. So, it is very important that we have a presence on popular social media platforms to connect with them. Our social media platforms such as Facebook, Instagram, LinkedIn, and Twitter are well managed, optimized, and regularly updated.

XIII. CHANGE IN CATEGORY OF THE COMPANY

Muthoot Mercantile Limited registered as a Non-Banking Financial Company (NBFC) under the Certificate of Registration No. N-16.00178 dated 12th December, 2002, the company under the category **NBFC-Base Layer**

Total asset size of the company as on 31.03.2024 as follows;

(Amount in Lakhs of Indian Rupees)

<i>Particulars</i>	<i>Financial year 2023-2024</i>	<i>Financial year 2021-2023</i>
Total Asset size of the company as on 31.03.2024	79,905.33	64,336.00

XIV. PUBLIC DEPOSITS

Your Company is a non-deposit taking Company. The Company has not accepted any public deposit during the year under review. Board of Directors of the Company has passed a resolution on 22.04.2024 for non-acceptance of public deposit and the same resolution was intimated to RBI regional office.

XV. ANNUAL RETURN

In accordance with the provisions of Section 92(3) read with Section 134(3) (a) of the Act, the Annual Return of the Company is hosted on the website of the Company.

XVI. MANAGEMENT

i. Composition of Directors

During the Financial Year 2023-24, the Company consisted of the following Directors, the details thereof are provided below;

<i>IN/DPIN/PAN</i>	<i>Full Name</i>	<i>Designation</i>	<i>Date of Appointment/ re appointment</i>
00063078	Mathew Mathaininan.	Chairman and Wholetime Director	05/09/2023
00224336	Richi Mathew	Managing Director	05/09/2023
00533771	Ammini Mathew	Wholetime Director	05/09/2023
05172361	Asha Richi Mathew	Director	02/06/2022
09771752	Dillark Justin	Director (Independent& Non executive)	21/10/2022
10213030	Antony Robert John	Director (Independent& Non executive)	26/06/2023

ii. Change in Directors/Key Managerial personal

The changes in the constitution of the Board of Directors and Key Managerial Personnel of the Company during the year under report are as follows:

Mr. Antony Robert John, (DIN:10213030) appointed as additional Director (Independent & Non executive) of the Company w.ef 26.06.2023, members of the company regularized his appointment in the 26th AGM held on 05.09.2023.

The Members of the company at its 26th AGM held on 05.09.2023 re- appointed Mr. Mathew Mathaininan, Whole Time Director, as chairman and Whole-Time director of the company. The Members of the company at its 26th AGM held on 05.09.2023 re- appointed Mr. Richi Mathew, Managing Director of the company.

The Members of the company at its 26th AGM held on 05.09.2023 re- appointed Mrs. Ammini Mathew, Whole Time Director of the company.

iii. Meetings of Board of Directors

The Board of directors convened **22 meetings** during the **Financial Year 2023-2024**. The maximum interval between two meetings did not exceed 120 days, as prescribed in the Companies Act, 2013. The Board meetings held during period under review are follows:

SL No	Meeting Number	Date of Board Meeting	No of Directors who have attended the meeting	No of Directors who have not attended the meeting
1.	370	17.04.2023	5	NIL
2.	371	26.05.2023	5	NIL
3.	372	26.06.2023	5	NIL
4.	373	30.06.2023	6	NIL
5.	374	03.07.2023	6	NIL
6.	375	11.07.2023	6	NIL
7.	376	02.08.2023	6	NIL
8.	377	23.08.2023	6	NIL
9.	378	01.09.2023	6	NIL
10.	379	11.09.2023	6	NIL
11.	380	04.10.2023	6	NIL
12.	381	06.10.2023	6	NIL
13.	382	12.10.2023	6	NIL
14.	383	14.10.2023	6	NIL
15.	384	30.11.2023	6	NIL
16.	385	07.12.2023	6	NIL
17.	386	21.12.2023	6	NIL
18.	387	10.01.2024	6	NIL
19.	388	01.02.2024	6	NIL
20.	389	14.02.2024	6	NIL
21.	390	20.03.2024	6	NIL
22.	391	27.03.2024	6	NIL

iv. Attendance

SL No	Name of Director	No of Meetings entitled to attended	No of meetings attended	Percentage of Attendance
1.	Shri. M.Mathew	22	22	100%
2.	Shri. Richi Mathew	22	22	100%

3.	Smt.Ammini Mathew	22	22	100%
4.	Smt.Asha Richi Mathew	22	22	100%
5.	Shri.Dillark Justin	22	22	100%
6.	Shri. Antony Robert John	19	19	100%

XVII. Board committee and its meetings

a. Audit Committee

Audit Committee was constituted as required under Section 177 of the Companies Act, 2013, read with Rule 6 and 7 of the Companies (Meeting of the Board and its Powers) Rules, 2014. The functions of Audit committee include the following;

Review of:

Financial statements, Auditors independence & performance, functioning of whistle blower mechanism, End use of funds raised related party transactions etc.

Approval of:

Payment to statutory auditors for rendering any other services, Transactions or modifications of any transactions with related parties.

Recommendation of:

Appointment, Remuneration & Terms of appointment of Auditors etc.

Terms of reference as mentioned in detail in the Audit committee policy of the company.

Composition

The Board at its meeting held on 26th day of June 2024, Reconstituted the Audit Committee. The composition of the committee as follows:

- i. Mathew Mathaininan - Member
Whole Time Director
- ii. Dillark Justin -Member
Director (Non- Independent and Non- Executive)
- iii. Antony Robert John -Member
Director (Non- Independent and Non- Executive)

a. Meeting of the committee:

The company has convened **9 meetings** during the period under review. The details of meeting of committee are as follows:

SL No	Meeting Number	Date of Committee Meeting	No of Members who have attended the meeting	No of Members who have not attended the meeting
1.	01/AC/2023-2024	30.06.2023	3	0
2.	02/AC/2023-2024	02.08.2023	3	0
3.	03/AC/2023-2024	11.09.2023	3	0
4.	04/AC/2023-2024	04.10.2023	3	0
5.	05/AC/2023-2024	06.10.2023	3	0
6.	06/AC/2023-2024	12.10.2023	3	0
7.	07/AC/2023-2024	21.12.2023	3	0
8.	08/AC/2023-2024	14.02.2024	3	0
9.	09/AC/2023-2024	04.03.2024	3	0

b. Attendance

SL No	Name of Member	No: of Meetings entitled to attend	No: of meetings attended	Percentage of Attendance
1.	Shri. Mathew Mathaininan	9	9	100
2.	Shri. Antony Robert John	9	9	100
3.	Shri. Dillark Justin	9	9	100

The company has adopted a vigil mechanism pursuant to which employees of the Company can raise their concern relating to fraud, malpractices or any other activity or event which is against the interest of the Company. Details of the complaints received and the action taken are reviewed by the audit committee from time to time.

b. Nomination and Remuneration Committee

The Board at its meeting held on 26th day of June 2024, Reconstituted the Nomination and Remuneration Committee. The composition of the committee as follows:

- i. Mathew Mathaininan - Member
Whole Time Director
- ii. Dillark Justin -Member
Director (Non- Independent and Non- Executive)
- iii. Antony Robert John -Member
Director (Non- Independent and Non- Executive)

a. Meeting of the committee:

The company has convened one meeting during the period under review. The details of meeting of committee are as follows:

SL No	Meeting Number	Date of Committee Meeting	No of Members who have attended the	No of Members who have not attended the meeting
1.	01/NRC/2023-2024	30.06.2023	3	0
2.	02/ NRC /2023-2024	02.08.2023	3	0
3.	03/ NRC/2023-2024	11.09.2023	3	0
4.	04/ NRC /2023-2024	29.03.2024	3	0

b. Attendance

SL No	Name of Director	No: of Meetings who has entitled to attend	No: of meetings attended	Percentage of Attendance
1.	Shri. Mathew Mathaininan	4	4	100%
2.	Shri. Dillark Justin	4	4	100%

3.	Shri. Antony Robert John	4	4	100%
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c. Risk Management Committee

The Company has in place a Risk Management Committee to identify, evaluate and report various risk exposures of the Company and to suggest suitable alternatives and remedies to deal with, mitigate or avoid such risks.

Constitution:

The Board at its meeting held on 26th day of June 2024, Reconstituted Risk Management Committee. The composition of the committee as follows:

1. Shri. Antony Robert John, Director (Independent & Non- Executive)
2. Shri. Dillark Justin, Director (Independent & Non- Executive)
3. Shri. Mathew Mathaininan, Whole time Director.
4. Shri. Rajeev M. R. (Chief Financial Officer)
5. Shri. Sitharaman V. (General Manager)

The Committee had met once during the FY 2023-2024, the details thereof are provided

SL No	Meeting Number	Date of Committee Meeting	No of Members who have attended the meeting	No of Members who have not attended the meeting
I.	20	20.03.2025	05	NA

a. Attendance

SL No	Name of Member	No: of Meetings held during the	No: of meetin	Percentage of
1.	Shri. Antony Robert John	1	1	100%
2.	Shri. Dillark Justin	1	1	100%

3.	Shri. Mathew Mathaininan	1	1	100%
4.	Shri. Rajeev M. R	1	1	100%
5.	Shri. Sitharaman V	1	1	100%

d. ASSET LIABILITY MANAGEMENT COMMITTEE (ALCO)

The Company has in place the Asset-Liability Management Committee ("ALCO") constituted in accordance with the RBI guidelines. The ALCO's primary goal is to monitor the asset liability gap and strategize action to mitigate the risk associated.

Members of the committee:

The Board at its meeting held on 26th day of June 2024, Reconstituted Asset Liability Management Committee. The composition of the committee as follows:

1. Shri. Antony Robert John, Director (Independent & Non- Executive)
2. Shri. Dillark Justin, Director (Independent & Non- Executive)
3. Shri. Mathew Mathaininan, Whole time Director.
4. Shri. Rajeev M. R. (Chief Financial Officer)
5. Shri. Sitharaman V. (General Manager)

During the Financial Year 2023-2024, the Committee met once, the details thereof are provided below:

SL No	Meeting Number	Date of Committee Meeting	No of Members who have attended	No of Members who have not attended the
1.	23	03.10.2023	3	NA
2	24	30.03.2024	3	NA

a. Attendance

SL No	Name of Member	No: of Meetings held During the period	No: of meetings attended	Percentage of Attendance
1.	Shri. Mathew	1	1	100%
2.	Shri. Antony Robert John	1	1	100%
3.	Shri. Dillark Justin	1	1	100%
4.	Shri. Rajeev M. R.	1	1	100%
5.	Shri. Sitharaman V.	1	1	100%

e. STAKEHOLDER RELATIONSHIP COMMITTEE

The Company has got in place the Stakeholder Relationship Committee pursuant to provisions of Companies Act, 2013.

Constitution

The Board at its meeting held on 26th day of June 2024, Reconstituted Risk Management Committee. The composition of the committee as follows

Members of the committee:

1. Smt. Ammini Mathew, Whole Time Director
2. Shri. Dillark Justin, Director (Independent & Non- Executive)
3. Shri. Antony Robert John, Director (Independent & Non- Executive)

The details of meeting(s) held during the Financial Year 2023-2024 are provided below:

SL No	Meeting Number	Date of committee Meeting	No of Members who have attended the	No of Members who have not attended the meeting
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1.	1/SRC/2023-2024	29.06.2023	3	1
2	2/SRC/2023-2024	29.03.2024	3	1

a. Attendance

SL No	Name of Member	No: of Meetings held during the period	No: of meetings attend	Percentage of Attendance
1.	Shri. Mathew Mathaininan	2	2	100%
2.	Shri. Dillark Justin	2	2	100%
3.	Shri. Antony Robert John	2	2	100%

f. CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE

The Company has constituted the CSR Committee pursuant to provisions of Section 135 of the Companies Act, 2013, to make recommendations to the Board regarding the policy and to indicate the activities to be undertaken and to recommend the amount of expenditure to be incurred on the activities and to monitor the policy and activities so undertaken.

Constitution

The Board at its meeting held on 26th day of June 2024, Reconstituted Corporate Social Responsibility Committee. The composition of the committee as follows

Members of the committee:

1. Shri. Richi Mathew, Managing Director
2. Shri. Mathew Mathaininan, Whole time Director
3. Shri. Dillark Justin, Independent Director
4. Shri. Antony Robert John, Independent Director

The CSR Committee convened three meeting during the financial Year under review.

a. Attendance

SL No	Meeting Number	Date of Committee Meeting	No of Members who have attended the	No of Members who have not attended the meeting
1.	1/2022-23	18.04.2023	3	NA
2.	2/2022-23	03.10.2023	4	NA
3.	3/2022-23	30.03.2024	4	NA

SL No	Name of Member	No: of Meetings entitled to attend	No: of meetings	Percentage of
1.	Shri. Mathew Mathaininan	3	3	100%
2.	Shri. Richi Mathew	3	3	100%
3.	Shri. Dillark Justin	3	3	100%
4.	Shri. Antony Robert John	3	3	100%

g. DEBENTURE ALLOTMENT COMMITTEE

The Company has constituted and maintained Competent and Qualified Debenture Allotment Committee by complying with the provisions of the Companies Act, 2013, and amendments made thereunder.

Powers of the committee:

To determine and approve, by a Resolution passed at a meeting of the Debenture Allotment Committee or by Resolution passed by Circulation,

(a) the terms and conditions and number of the Debentures to be issued including issue size not exceeding the limit mentioned by the Board, the timing, nature, type, pricing and such other terms and conditions of the issue including coupon rate, minimum subscription, retention of oversubscription, if any, etc.,

(b) to direct any officers of the Company to do such things and to take such actions as the Company is entitled to do or take (as the case may be) in terms of this resolution,

(c) to approve and make changes/ modifications to the draft offer document, to approve the offer document, including any corrigendum, amendments supplements thereto

(d) to finalise the terms and conditions of the appointment of Merchant banker, a debenture trustee, a registrar and transfer agent, a credit rating agency, legal counsel, a depository and such other intermediaries as may be required including their successors and their agents and the issue thereof

(e) to issue and allot the Debentures and authorize such person to file necessary e-forms with Registrar of Companies with respect to creation or modification of charge and to approve all other matters relating to the issue and do all such acts, deeds, matters and things including execution of all such deeds, documents, instruments, applications and writings as it may, at its discretion, deem necessary for the purpose of issue of NCDs through public offers.

(f) to issue and allot the Debentures and authorize such person to file necessary e-forms with Registrar of Companies with respect to creation or modification of charge and to approve all other matters relating to the issue and do all such acts, deeds, matters and things including execution of all such deeds, documents, instruments, applications and writings as it may, at its discretion, deem necessary for the purpose of issue of NCDs through private placement offers.

Constitution

The Board at its meeting held on 26th day of June 2024, Reconstituted Debenture Allotment Committee. The composition of the committee as follows;

Members of the committee:

1. Shri. Mathew Mathaininan, Whole time Director
2. SmtAmmini Mathew, Whole time Director
3. Shri. Richi Mathew, Managing Director
4. Shri.Rajeev M R, Chief Financial Officer
4. Shri.Seetharaman V, General Manager
5. Shri.Shyamala Devi L, FD Section Manager

The Debenture allotment committee met six times during the year to allot the debenture to the applicants during the FY 2023-2024;

SL No	Meeting Number	Date of Committee Meeting	No of Members who have attended the	No of Members who have not attended the meeting
1.	159	01.07.2023	3	NA
2.	160	01.08.2023	3	NA
3.	161	01.09.2023	3	NA
4.	162	09.10.2023	6	NA
5.	163	09.11.2023	6	NA
6.	164	22.11.2023	6	NA

a. Attendance

SL No	Name of Member	No: of Meetings held during the period	No: of meetin gs	Percenta ge of
1.	Shri. Mathew Mathaininan	6	6	100%

2.	Smt. Ammini Mathew	6	6	100%
3.	Shri. Richi Mathew	6	6	100%
4.	Shri.Rajeev M R	6	6	100%
5.	Shri.Seetharama n V	6	6	100%
6.	Shri.Shyamala Devi L	6	6	100%

h. INTERNAL COMPLIANTS COMMITTEE

Event after the balance sheet date

The company has reconstituted Internal Complaints Committee as per the provisions of the POSH Act, the Company has reconstituted an Internal Complaints Committee. Considering certain changes, it is recommended to reconstitute the Committee. The Board was informed that one member from an NGO which is associated for women welfare and committed to the cause of a women or a person familiar with the issue of sexual harassment shall be part of the Internal Complaints Committee. In the absence of such a member, the Board suggested to identify a suitable candidate who shall be nominated to the Committee. Thereafter, the Board reconstituted the Internal Complaints Committee with following members

a. Members of the committee.

1. SmtAmmini Mathew, Whole time Director
- 2 Smt. Shyamala Devi L ,Manger-FD section
3. Legal Officer
4. Human Resource Manager

XVIII. BUSINESS SEGMENT

Company has achieved growth across various operating and financial parameters in the last financial year

XIX. BUSINESS PROSPECTS

LOANS AGAINST GOLD JEWELLERY

This offering allows members a reliable source of credit facility in times of need. In the absence of this product, members might be unable to access credit or alternatively might avail of credit at much higher rates in the form of unsecured loans from money lenders. Gold loans provide an alternate source of funds by monetizing the household gold. Your Directors see better prospects for the Company in the years. As on 31st March 2023 loans against gold jewellery was at Rs.6,61,38,56,000 /- as against Rs. 5,06,65,72,000/- in the previous year

Your Directors give much thrust to increase efficiency and to enhance credibility to improve customer service thereby to provide enhanced satisfaction to the customers.

XX. CREDIT RATING

Your Company’s outstanding credit facilities with the Financial Institution are rated by Infomeric ratings and India Ratings & Research Private Limited as follows:

i.India Ratings

Instrument / Facility	Amount (Size of issue in million)	Ratings	Rating Action
Fund Based - Long Term facilities – Cash Credit	2400.00	IVR BBB Stable (IVR Triple B with Stable Outlook)	Affirmed Date of review:23.07.2024
Non-convertible Debenture	3000.00	IVR BBB Stable (IVR Triple B with Stable Outlook)	Affirmed review:23.07.2024
Non- Convertible Debenture	1500.00	IVR BBB Stable (IVR Triple B with Stable Outlook)	Assigned review:23.07.2024

XXI. LOAN FROM DIRECTOR

During the year under the review, The Company has not accepted loan from directors;

XXII. REGULATORY COMPLIANCE

Your Company has complied with all the regulatory provisions framed by the Ministry of Corporate Affairs, Government of India, and the Reserve Bank- 'so far it is applicable to it The Company has also complied with the requirements of all notifications issued by the MCA.

Your Company has been granted registration under Sec. 45IA of Reserve Bank of India Act, 1934, (Registration Number:16.00178) whereby the Company is allowed to carry on business as a Non- Systemically Important Non deposit Taking Non-Banking Financial Company, under the category Investment & credit Company. The Company has followed all regulatory directions such as, KYC Norms, Provisioning Norms, Loan to value guidelines for Gold loans, Fair Practices Code, etc., as required by the Reserve Bank of India, the regulator for NBFCs.

As on **March 31, 2024**, the percentage of Gold Loan to total asset is **80.92 %**.

XXIII. CONSERVATION OF ENERGY, TECHNICAL ABSORPTION, FOREIGN EXCHANGE EARNINGS/ OUTGO

At present the Company has no activities relating to Conservation of Energy or Technology Absorption. Also there is no Foreign Exchange transaction causing Foreign Exchange Earnings or outgo. Hence the report does not contain any particulars prescribed under sub- section 3(m) of Section 134 of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014.

XXIV. DIRECTORS' RESPONSIBILITY STATEMENT

As required under Section 134(5) of the Companies Act, 2013, the Board of Directors' hereby declare that—

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give

a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;

(c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) the directors had prepared the annual accounts for the year **2023-2024**'going concern' basis; the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

XXV. DECLARATION FROM INDEPENDENT DIRECTORS

The Independent Directors have submitted their disclosures to the Board that they fulfill all the requirements as stipulated in section 149(6) of the Companies Act, 2013, so as to qualify themselves to be appointed as Independent Directors under the provisions of the Companies Act, 2013 and the relevant rules.

XXVI. CORPORATE SOCIAL RESPONSIBILITY

During the financial year **2023-2024**, Company has to spend amount of Rs.45,54,326/- under the provisions of Sec.135 of Companies Act, 2013. The Company has required to spent Rs. 45,05,187/- during the period. The Company's CSR policy is committed towards CSR activities as envisaged in Schedule VII of the Act. The CSR policy of the company reviewed by the Committee is attached herewith as *Annexure-I*.

XXVII. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

All contracts or arrangements or transactions entered by the company during the financial year with related parties were in the ordinary course of business and on Arm's length basis pursuant to Section 188 of the Companies Act, 2013, is furnished in Form AOC-2 as Annexure II and is attached to this report.

XXVIII. MANAGERIAL REMUNERATION

As prescribed section 197 (12) of the Companies Act, 2013 under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 there is no employee in the Company who draws remuneration exceeding the amount prescribed therein.

Details of Managerial Remuneration paid under section 197 of the Companies Act, 2013, during the Financial Year 2023-2024 as follows;

<i>Name & Designation</i>	<i>Managerial Remuneration (2023-2024)</i>
M Mathew , Whole Time Director	24,00,000
Richi Mathew, Managing Director	75,00,000
Ammini Mathew, Whole Time Director	24,00,000
Asha Richi Mathew, Director	12,00,000

Commission paid by way of percentage of profits

<i>Name & Designation</i>	Amount in Lakhs of Indian Rupees (2023-2024)
M Mathew , Whole Time Director	69.61
Richi Mathew, Managing Director	69.61

Event after balance sheet date

On 31.05.2024, the company has paid an amount of Rs.50,99,823/-each to Mr. Richi Mathew, Managing Director and Mr. M Mathew Mathaininan, Chairman and Whole Time Director of the company by way of commission (by way of percentage of profits) based on the audited financial Statements for the FY 2023-2024.

XXIX. STATUTORY AUDITORS

M/s Manikandan and Associates, Chartered Accountants, [Firm Registration Number- 008520S] – “Krishna Arcade,” Near Marathopilly Krishna Temple, KSRTC Road, Chalakudy, Kochi, Kerala – 680307, to hold the office of the Statutory Auditors in place of M/s Mohandas and Associates, Chartered Accountants, [Firm Registration Number- 02116S] - 3rd Floor, Sree Residency, Press Club Road, Thrissur- 680001, till the conclusion of the ensuing AGM and M/s Varma & Varma, Chartered Accountants, being eligible offers for the appointment of Statutory Auditor in place of M/s Manikandan and Associates, Chartered Accountants for a term of 3 Financial Years

2024-2025, 2025-2026 and 2026-2027 for of the Company in accordance with provisions of Section 139 and 142 of the Companies Act, 2013.

XXX. SECRETARIAL AUDIT

The outstanding loans or borrowings from banks or public financial institutions exceeds 100 Cr during the financial Year 2022-2023, based on the financial statements for the financial year ended on 31.03.2023. Therefore in accordance with the provisions of Section 204 of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial personnel) Rules, 2014 the Company is required to obtain secretarial auditor report for the financial Year 2023-2024.

The Secretarial Audit under Section 204 of the Act M/s SEP & Associates., Company Secretaries, Trivandrum was appointed as Secretarial Auditors of the Company for the financial year 2023-2024 pursuant to Section 204 of the Act. The Secretarial Audit report issued by the Secretarial Auditors is annexed to this report as *Annexure III*.

XXXI. INTERNAL AUDIT

The outstanding loans or borrowings from banks or public financial institutions exceeds 100 Cr during the financial Year 2022-2023, based on the financial statements for the financial year ended on 31.03.2023. Therefore in accordance with the provisions of Section 138 of the Companies Act, 2013 and Rule 13 of the Companies (Accounts of Companies) Rules, 2014 the Company is required to conduct internal audit functions of the company for the financial Year 2023-2024.

INVESTOR EDUCATION AND PROTECTION FUND

During the financial year 2022-23, the company is required to transfer an amount of Rs.9,958/- to the IEPF on account of the unclaimed matured debenture along with interest were unclaimed for seven consecutive years during the financial year 2022-2023 as per the requirements of IEPF Rules. The Company has transferred an amount of Rs.9,958 on 14.06.2023 vide SRN :X44633667.

IEPF Nodal officer

The Company pursuant to the Rule 7(2A) of the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, the Company is required to appoint a Nodal Officer for the purposes of verification of claims and coordination with Investor Education and Protection Fund Authority (IEPF). The Board

of your company in its meeting dated 26.05.2023 appointed Mr. Richi Mathew (DIN: 00224336), Managing Director as IEPF Nodal officer of the company

Nodal Officer for the purpose of processing the claims of IEPF

Richi Mathew

Managing Director

Contact information:

1st Floor, North Block, "Muthoot Floors",

Opposite W & C Hospital, Thycaud,

Thiruvananthapuram, Kerala-695014.

XXXII. **RISK MANAGEMENT POLICY OF THE COMPANY**

The Company is having a board approved Risk Management Policy wherein all material risks faced by the Company: viz, credit risk, operational risks, price and interest rate risks are identified and assessed. Risk Management Department headed and managed by competent persons for identification, assessment and managing/ mitigating risk related issues across the organization. For each of the risks identified in the process, corresponding controls are assessed and policies and procedures are put in place for monitoring, mitigating and reporting risk on a periodic basis.

XXXIII. **COMPANY'S POLICY ON BOARD COMPOSITION, COMPENSATION AND EVALUATION CRITERIA**

The Board of Directors has adopted a policy on directors' appointment and remuneration for directors. KMP and other employees including criteria for determining the qualification, positive attributes, and independence of directors as laid down by the Nomination and Remuneration Committee of the Board which is annexed to this report as *Annexure-IV* The Board has also adopted criteria for evaluating its own performance and of its committees and individual directors as laid down by the Nomination and Remuneration Committee.

XXXIV. **DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

The company has zero tolerance for sexual harassment at workplace and has adopted a policy on Prevention, Prohibition and Redressal of Sexual Harassment at workplace, in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, and the Rules framed there under. The policy aims to provide protection to employees from sexual harassment at the workplace and redress complaints of sexual harassment and to address the matters connected or incidental thereto, with the objective of providing safe working environment, where employees feel secure. The Company has also constituted an Internal Complaint Committee (ICC) to inquire into complaints of sexual harassment and recommend appropriate action. The Company has not received any complaint of sexual harassment during the Financial Year **2023-2024**.

Details of complaints related to sexual harassment for the financial Year **2023-2024**.

Number of complaints pending at the beginning of the financial Year **2023-2024** Nil

Number of complaints received during the financial Year **2023-2024** 0

Number of complaints disposed during the financial Year **2023-2024** 0

Number of complaints pending as on the end of the financial Year **2023-2024** Nil

XXXV. DETAILS OF AUCTION HELD DURING THE YEAR

<i>Year</i>	<i>Number of loan accounts</i>	<i>Principal amount outstanding at the dates of auctions (A) (</i>	<i>Interest & Other Charges outstanding at the dates of auctions (B)</i>	<i>Amount to be adjusted against other loans</i>	<i>Total (A+B)</i>	<i>Value fetched</i>
2023	4094	17,97,15,00	6,55,02,00	95,28,00	25,47,45,00	25,65,30,00
-		0	0	0	0	0
2024						

2022 - 2023	4541	17,50,68,68 9	4,84,13,27 5	50,09,63 0	22,84,91,59 4	22,94,95,72 0
2021 - 2022	5298	23,23,26,08 4	5,58,79,32 2	----- -	28,82,05,40 6	28,86,06,92 5

XXXVI. MATERIAL EVENT SUBSEQUENT TO THE DATE OF FINANCIAL STATEMENT

No material changes and commitment affecting the financial position of the Company had occurred between the ends of the financial year to which the financial statements relate on the date of this report.

XXXVII. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS ON STATUTORY AUDITORS REPORT AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

There were no qualifications, reservations or adverse remarks made by the Auditors *M/s Manikandan and Associates, Chartered Accountants*, in their report dated **29.05.2024**. The notes and financial statements referred in the Audit Report are self-explanatory and do not call for any further comments.

There were no qualifications, reservations or adverse remarks made by the Secretarial Auditors M/s SEP & Associates, Company Secretaries in their report dated 29.05.2023. Reply to the points noted in the Secretarial Audit report

Question	Reply
There was a delay in intimation of record date for the payment of monthly interest for Non-Convertible Debentures for	The Board noted, read and record the copy of the E mail communication received from BSE Limited dated 30 th April 2024.

<p>March 2024 with BSE as per Regulation 60 of SEBI (LODR) Regulations, 2015. BSE Limited had imposed a fine of Rs. 1,18,000/- on the Company for the same, which was duly paid.</p>	<p>The BSE vide mail, informed the company that there was late submission of record date intimation and hence there was a non-compliance under Regulation of SEBI(LODR) Regulations, 2015 and the company was levied Rs.1,18,000/- fine, including GST.</p> <p>The company has made the payment of fines levied to BSE on 30.04.2024.</p> <p>Board also suggested to strengthening the monitoring process for filing the record date and other intimation with BSE, Calendarizing the same.</p>
--	---

XXXVIII. **OTHERS**

I. Other Registration obtained from other Financial Sector Regulators

Your Company has obtained registration with LEI register India Private Limited was assigned a LEI-code : 984500F0IH75EC7A4156 valid till 25.11.2023.

Your Company has obtained/renewed registration with Financial Intelligence Unit – India (FIU-IND) FIN net 2.0 REID is FI00039050 assigned.

Your Company has obtained registration with CERSAI- Central KycRegistry with Institution Code:IN6617.

II. Principal Nodal Officer for Muthoot Mercantile Limited under Banking Ombudsman scheme of RBI

The company has appointed Mr. Seetharaman V, General Manager of the company has principal Nodal officer under the Banking Ombudsman scheme.

Mr. Seetharaman V

General Manger

Contact information:

1st Floor, North Block, "Muthoot Floors",

Opposite W & C Hospital, Thycaud,

Thiruvananthapuram, Kerala-695014.

Mail id:gm@muthootenterprises.com

III. Grievance Redressal Officer

The company has appointed Mr.Premkumar S, Assistant General Manger of the company as Grievance Redressal Officer of the company

Mr.Premkumar S

Assistant general Manger

Contact information:

1st Floor, North Block, "Muthoot Floors",

Opposite W & C Hospital, Thycaud,

Thiruvananthapuram, Kerala-695014.

Mail id:agm@muthootenterprises.com

XXXIX. ACKNOWLEDGEMENTS

Your Directors place on record their sincere gratitude to the Central and State Governments and their institutions / Departments for their assistance and support extended during the year under report. The Directors also thank the Company's members, depositors and bankers for their support to the Company. The

Directors also express their appreciation for the valuable services rendered to the Company by all those concerned including the employees

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-

Sd/-

**RICHI MATHEW
MANAGING DIRECTOR
DIN: 00224336**

**MATHEW MATHAI NINAN
WHOLE TIME DIRECTOR
DIN: 00063078**

Place: Trivandrum

Date: 28.08.2024

MUTHOOT MERCANTILE LIMITED

CIN: U65921KL1997PLC011260

Regd Office: 1st Floor, North Block, "Muthoot Floors",
Opposite W & C Hospital, Thycaud, Thiruvananthapuram , Kerala- 695014

ANNEXURE-I

MUTHOOT MERCANTILE LIMITED CORPORATE SOCIAL RESPONSIBILITY REPORT

I. Scope of CSR Policy

With effect from 1st April, 2014, every company, private limited or public limited, which either has a *net worth of Rs.500 Crores or a turnover of Rs.1,000 Crores or a net profit of Rs.5 crores*, needs to spend at least **2%** of its average net profit for the immediately preceding three financial years on corporate social responsibility activities. The CSR activities should not be taken in the normal course of business and must be with respect to any of the activities.

Our strategic Corporate Social Responsibility (CSR) initiatives adopted the Corporate Social Responsibility Policy outlining the various activities defined in Schedule VII of the Companies Act, 2013, our CSR initiatives primarily based on social and environmental consequences and at the same time. The Company has, due consideration is given to the interests of its stakeholders.

The Board constituted CSR committee forrecommends the amount of expenditure to be incurred on the CSR activities and identify suitable projects and monitoring the implementation of CSR activities from time to time.

Contents of the CSR policy of the Company are displayed on the website of the Company

<https://muthootenterprises.com/our-social-commitment>.

II. The Composition of the CSR Committee

The Company has constituted the CSR Committee pursuant to provisions of Section 135 of the Companies Act, 2013, to make recommendations to the Board regarding the policy and to indicate the activities to be undertaken and to recommend the amount of expenditure to be incurred on the activities and to monitor the policy and activities so undertaken.

The details of CSR committee composition as:

1. Shri. Richi Mathew, Managing Director
2. Shri. Mathew Mathaininan, Whole time Director
3. Smt. Ammini Mathew, Whole time Director
4. Shri. Dillark Justin, Independent Director
5. Shri. Antony Robert John, Independent Director

b. Change in the constitution of the committee during the financial Year 2023-2024

c. Changes occur after the balance sheet date

<i>SL No</i>	<i>Name of Member</i>	<i>Designation</i>	<i>No: of meetings entitled to</i>	<i>No. of meetings attended</i>
1	Shri. Mathew Mathaininan	Whole Time Director	3	3
2	Shri. Richi Mathew	Managing Director	3	3
3.	Shri. Justin D	Independent Director	3	3
4.	Shri. Antony Robert john	Independent Director	2	2

III. Web-link where CSR Policy approved by the board are disclosed on the website of the Company.

[https://muthootenterprises.com/our-social-commitment.](https://muthootenterprises.com/our-social-commitment)

- IV.** Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report).

Not Applicable

- V.** Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any

<i>SL.No.</i>	<i>Financial Year</i>	<i>Amount available for set off from preceding financial year (in ₹)</i>	<i>Amount required to be set off or the financial year, if any (in ₹)</i>
1	2021-2022	52,694	NIL
2	2022-2023	28923	NIL

- VI.** Average Net Profit of the Company for last 3 financial years:22,52,59,349/-

- VII.** a. Two percent of average net profit of the Company as per section 135(5)
: 45,05,187/-

b. Surplus arising out of the CSR projects or programmes or activities of the previous financial years :NIL

c. Amount required to be set off for the financial year, if any: NIL

d. Total CSR obligation for the financial year (7a+7b-7c) :44,23,570/-

- VIII.** a. CSR amount spent or unspent for the financial year

	<i>Amount Unspent (₹ in lakhs)</i>
--	------------------------------------

Total Amount Spent for the Financial Year	Total Amount transferred to Unspent CSR Account as per Section 135(6)				
	Amount transferred to any fund specified under Schedule VII as per second proviso to Section 135(5)				
	Amount	Date of Transfer	Name of the fund	Amount	Date of Transfer
	NIL				

b.Details of CSR amount spent against ongoing projects for the financial year:NIL

c. Details of CSR amount spent against other than ongoing projects for the financial year:

One

Sl No.	Name of the Project	Item from the list of activities in schedule VII to the Act	Local area (Yes / No)	Location of the project		Amount spent for the project	Mode of implementation - Direct (Yes/No)	Mode of implementation - Through implementing agency	
				State	District			Name	CSR registration number
1	Activities related to Covid-19 , Post Covid-19 Relief and promoti	Item No. I iv) promoting health care including preventative health Care	Yes	Kerala	Thiruvananthapuram	4554326	Yes	NIL	NA

ng healthca re of general peoples lived in the locality.									
---	--	--	--	--	--	--	--	--	--

d.Amount spent in Administrative Overheads: NIL

e. Amount spent on Impact Assessment, if applicable:NIL

f.Total amount spent for the Financial Year (VIII (b+c+d+e) : 45,54,326/-

IX. a. Details of Unspent CSR amount for the preceding three financial years

<i>Sl No.</i>	<i>Preceding Financial Year</i>	<i>Amount transferred to Unspent CSR Account under Section135 (6)</i>	<i>Amount spent in the reporting Financial Year</i>	<i>Amount transferred to any fund specified underSchedule VII as per Section 135(6), if any</i>			<i>Amount remaining to be spent in succeeding financial years</i>
				<i>Name of the Fund</i>	<i>Amount</i>	<i>Date of transfer</i>	
1	2022-2023			NIL			
2	2021-2022			NIL			
3	2020-2021			NIL			
4	2019-2020			NIL			

b. Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

<i>Sl No.</i>	<i>Project ID</i>	<i>Name of the Project</i>	<i>Financial Year in which the project was commenced</i>	<i>Project duration</i>	<i>Total amount allocated for the project Amount</i>	<i>Amount spent on the project in the reporting Financial Year</i>	<i>Cumulative amount spent at the end of reporting Financial Year</i>	<i>Status of the project - Completed / Ongoing</i>
1					NIL			

X. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year:

a. Date of creation or acquisition of the capital asset: Not Applicable

b. Amount of CSR spent for creation or acquisition of capital asset: NIL

c. Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc: Not Applicable

d. Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset): Not Applicable

XI. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per Section 135(5):

Not Applicable

XII. A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy, follows CSR objectives and Policy of the Company

We hereby affirm that the CSR Policy, as approved by the Board, has been implemented and the CSR Committee monitors the implementation of CSR Projects and activities in compliance with our CSR objectives

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-

**RICHI MATHEW
MANAGING DIRECTOR
DIN: 00224336**

Sd/-

**MATHEW MATHAI NINAN
WHOLE TIME DIRECTOR
DIN: 00063078**

Place: Trivandrum

Date: 28.08.2024

MUTHOOT MERCANTILE LIMITED

CIN: U65921KL1997PLC011260

Regd Office: 1st Floor, North Block, "Muthoot Floors",
Opposite W & C Hospital, Thycaud, Thiruvananthapuram , Kerala- 695014

ANNEXURE-II

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 arms length transaction under third proviso thereto.

1. Details of Contracts or arrangements or transactions not at Arm's length basis.

SL.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	NOT APPLICABLE
b)	Nature of contracts/arrangements/transaction	
c)	Duration of the contracts/arrangements/transaction	
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	
e)	Justification for entering into such contracts or arrangements or transactions'	
f)	Date of approval by the Board	
g)	Amount paid as advances, if any	

h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188
----	---

2. Details of contracts or arrangements or transactions at Arm's length basis.

Name (s) of the related party	Nature of Relationship	Nature of contracts/ a arrangements/ t	Duration of the contract s/	Salient terms of the contracts or arrangements or transaction	Date of approval by the Board	Amount paid as adva
M Mathew & Ammini Mathew	Whole Time Directors	Lease Agreement	11 Months	To pay rent of Rs. 2,50,000/- Per Month	22.04.2022	Rs.1.5Cr paid as
Muthoot Syndicate Nidhi limited	Company with common Directors	Lease Agreement	11 Months	To pay rent of Rs. 15,0,000/- Per Month	---	-

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-

RICHI MATHEW
MANAGING DIRECTOR
DIN: 00224336

Sd/-

MATHEW MATHAI NINAN
WHOLE TIME DIRECTOR
DIN: 00063078

Place: Trivandrum

Date: 28.08.2024

Partners:

CS Puzhankara Sivakumar. M.com, FCMA, FCS

CS Syam Kumar R. BSc, FCS, LLB, IP

CS Madhusudhanan E.P. M.com, FCS, FCMA, IP, RV, DIA (ICSI)

CS Anju Panicker. BA, LLB (Hons.), ACS

CS Revathi K S. BSc, ACS

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2024

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

To
The Members
Muthoot Mercantile Limited,
1st Floor, North Block,
"Muthoot Floors", Opposite W&C Hospital,
Thycaud, Thiruvananthapuram,
Kerala – 695014.

We, SEP & Associates, Company Secretaries, have conducted the Secretarial Audit of the compliance of the applicable statutory provisions and the adherence to good corporate practices by **Muthoot Mercantile Limited [CIN:U65921KL1997PLC011260]** (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2024 ("Audit Period") complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have conducted physical verification and examination of the books, papers, minute books, forms and returns filed and other records facilitated by the Company, for issuing the report for the financial year ended on 31st March, 2024 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the Rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act 1956("SCRA") and the Rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye -laws framed thereunder;
- (iv) The Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment (FDI), Overseas Direct Investment (ODI) and External Commercial Borrowings (ECB).
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (SEBI Act):
 - a) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations;
 - b) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 as amended
 - c) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations 2021
 - d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 as amended
 - e) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 as amended;
- (vi) As informed to us, the following Regulations and Guidelines prescribed under the Reserve Bank of India Act, 1934 applicable to Non-Banking Financial Companies (Non-Deposit Accepting or Holding) are specifically applicable to the Company:
 - a) Systematically Important Non-Banking Financial (Non-Deposit Accepting or holding) Companies Prudential Norms (Reserve Bank) Directions, 2015;
 - b) Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023:
 - c) Non-Banking Financial Companies Auditors' Report (Reserve Bank) Directions, 2008 and Non- Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2016;
 - d) Reserve Bank of India (Non-Banking Financial Companies) Returns Specifications, 1997 and Non- Banking Financial Company Returns (Reserve Bank) Directions, 2016;
 - e) Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016;

- f) Guidelines for Asset-Liability Management (ALM) system in Non-Banking Financial Companies;
- g) Frauds- Future Approach towards monitoring of Frauds in Non-Banking Financial Companies and Monitoring of Frauds in NBFCs (Reserve Bank) Directions, 2016;
- h) Know Your Customer (KYC) Guidelines- Anti Money Laundering Standards and Know Your Customer (KYC) Direction, 2016;
- i) Fair Practices Code;
- j) Non-Banking Financial Companies - Corporate Governance (Reserve Bank) Directions, 2015;
- k) Regulation of excessive interest charged by NBFCs;
- l) Miscellaneous Instructions to all Non-Banking Financial Companies and Miscellaneous Instructions to NBFC-ND-SI;
- m) Reserve Bank Commercial Paper Directions, 2012;
- n) Guidelines for issue of Commercial Paper;
- o) Revised Regulatory Framework for NBFC;

(vii)The Prevention of Money Laundering Act, 2002 and the Regulations and Bye-laws framed thereunder;

We have also examined the compliances with the applicable clauses of Secretarial Standards issued by the Institute of Company Secretaries of India relating to Meetings of the Board of Directors (SS-1) and General Meetings (SS-2)

During the period under review the Company has complied with the provisions of the Acts, Rules, Regulations, Guidelines, etc., mentioned above subject to the following observations:

The Company had made a public issue of Non-Convertible Debentures which were listed on BSE on 26th December, 2023, thereby making it a 'listed company' under the Companies Act, 2013. Post the said public issue, the Company was in a transitional period for compliances applicable to listed companies under Companies Act, 2013 read with Rules made thereunder, and as at the end of the period which this report pertains to, i.e., 31.03.2024, the Company was yet to fully comply with the provisions on constitution of Nomination and Remuneration Committee, Stakeholder Relationship Committee etc.

There was a delay in intimation of record date for the payment of monthly interest for Non-Convertible Debentures for March 2024 with BSE as per Regulation 60 of SEBI (LODR) Regulations, 2015. BSE Limited had imposed a fine of Rs. 1,18,000/- on the Company for the same, which was duly paid.

We further report that:

The Board of Directors of the Company is duly constituted. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings. Agenda and detailed notes on agenda were sent at least seven days and where the same were given at Shorter Notice, less than 7 (seven) days, proper consent thereof were obtained in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions at the Board Meetings and Committee Meetings were unanimous and the same was captured and recorded as part of the minutes.

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

We further report that during the audit period, the company has allotted 69,99,997 (Sixty -Nine Lakhs Ninety- Nine Thousand Nine Hundred and Ninety- Seven Only) Equity Shares each having a nominal value of Rs 10/- (Rupees Ten Only) amounting to Rs: 6,99,99,970/- (Rupees Six Crores Ninety -Nine Lakhs Ninety -Nine Thousand Nine Hundred and Seventy Only) by way of right issue on 1st February 2024.

We further report that during the audit period, allotment of following securities has taken place:

SL. No	Method of issue	Date of Allotment	Particulars
1.	Private Placement	01-07-2023	23950 Secured Redeemable Non-Convertible Debentures of Rs 1000/- each amounting to a total of Rs. 2,39,50,000/-
2.	Private Placement	01-08-2023	25541 Secured Redeemable Non-Convertible Debentures of Rs 1000/- each amounting to a total of Rs. 2,55,41,000/-
3.	Private Placement	01-09-2023	4900 Secured Redeemable Non-Convertible Debentures of Rs 1000/- each amounting to a total of Rs. 49,00,000/-
4.	Private Placement	09-10-2023	2900 Secured Redeemable Non-Convertible Debentures of Rs 1000/- each amounting to a total of Rs. 29,00,000/-
5.	Public issue	21-12-2023	1042049 Secured Redeemable Non-Convertible Debentures of Rs 1000/- each amounting to a total of Rs. 1,04,20,49,000/-

We further report that during the period under review, the following special resolutions were passed by the members of the company under the Companies Act, 2013:

Date of Resolution	Legal Provision	Resolution
14-04-2023	Section 42 and 71	Offer for invitation for subscription for Non-Convertible Debentures
14-04-2023	Section 180 (1)(a)	Authorization to the Board of Directors to mortgage, create charge on all or any of the assets of the Company for the FY 2023-24
14-04-2023	Section 180(1)(c)	Approval of Borrowing Limits
14-04-2023	Section 149, 150 and 152 of the Companies Act 2013	Appointment of Mr. Dillark Justin as Non-Executive Independent Director of the Company
05-09-2023	Section 149, 150 and 152 of the Companies Act 2013	Regularization of appointment of Mr. Antony Robert John, Director (Non-Executive & Independent)
05-09-2023	Section 196,197,198 and 203 of the Companies Act 2013	Re-appointment of Mr. Richi Mathew as the Managing Director of the Company
05-09-2023	Section 196, 197,198 and 203 of the Companies Act 2013	Re-appointment of Mr. M Mathew as the Whole Time Director of the Company
05-09-2023	Section 196, 197, 198 and 203 of the Companies Act 2013	Re-appointment of Mrs. Ammini Mathew as the Whole Time Director of the Company
05-09-2023	Section 198 of the Companies Act 2013	To fix the percentage of net profits as commission paid to Mr. Mathew Mathaininan, Whole time Director and Mr. Richi Mathew, Managing Director for the Financial Year 2023-2024
05-09-2023	Section 188 of the Companies Act 2013	Authorization of Related Party Transactions

We further report that during the audit period there were no instances of:

- (i) Issuance of securities including Public/ Right/ Preferential issue of securities other than those mentioned above;
- (ii) Major decisions taken by the members under the Companies Act, 2013 other than those mentioned above;
- (iii) Buy-back of securities
- (iv) Merger/amalgamation/ reconstruction;
- (v) Foreign technical collaborations.

We further report that during the period under review Non-Convertible Debentures amounting to Rs. 19,79,52,000/- (Rupees Nineteen Crore Seventy- Nine Lakh Fifty - Two Thousand Only) were redeemed.

This report is to be read with **Annexure A** of even date and the same forms an integral part of this report.

For SEP & Associates

UDIN: F003050F000638938

Company Secretaries

(Peer Review Certificate no. 3693/2023)

PUZHANKAR Digitally signed by
PUZHANKARA
A SIVAKUMAR
Date: 2024.06.29
SIVAKUMAR 13:58:25 +05'30'

CS Puzhankara Sivakumar

Managing Partner

FCS: F3050 COP: 2210

Date: 29.06.2024

Place: Kochi

ANNEXURE TO THE SECRETARIAL AUDIT REPORT OF EVEN DATE

To
The Members
Muthoot Mercantile Limited,
1st Floor, North Block, "Muthoot Floors",
Opposite W&C Hospital, Thycaud,
Thiruvananthapuram, Kerala – 695014.

Our Secretarial Audit Report of even date is to be read along with this letter.

1. Maintenance of the secretarial records is the responsibility of the management of the Company. Our responsibility as the Secretarial Auditor is to express an opinion on these secretarial records, based on our audit.
2. During the audit, we have followed the practices and processes as were appropriate, to obtain reasonable assurance about the correctness of the contents of the secretarial records. We believe that the process and practices we followed provide a reasonable basis for our report.
3. The correctness and appropriateness of financial records and Books of Accounts of the Company have not been verified.
4. We have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events, etc., wherever required.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of the procedures and compliances on test basis.
6. While forming an opinion on compliance and issuing the Secretarial Audit Report, we have also taken into consideration the compliance related actions taken by the Company after 31st March, 2024 but before the issue of this Report.

For SEP & Associates
Company Secretaries
(Peer Review Certificate no. 3693/2023)

UDIN: F003050F000638938

PUZHANKAR Digitally signed by
PUZHANKARA SIVAKUMAR
A SIVAKUMAR Date: 2024.06.29 13:58:45
+05'30'

CS Puzhankara Sivakumar
Managing Partner
FCS: F3050 COP: 2210

Date: 29.06.2024
Place: Kochi

MUTHOOT MERCANTILE LIMITED

CIN: U65921KL1997PLC011260

Regd Office: 1st Floor, North Block, "Muthoot Floors",
Opposite W & C Hospital, Thycaud, Thiruvananthapuram , Kerala- 695014

ANNEXURE-IV

Salient features of Company's policy on Board Composition, Compensation and Evaluation criteria- Nomination & remuneration Committee policy.

Composition of Directors

Composition of the Board of the Muthoot Mercantile limited during the financial Year 31.03.2024 as follows:

IN/DPIN/PAN	Full Name	Designation	Date of Appointment
00063078	MathewMathaininan.	Chairman and Wholetime Director	15/04/2005
00224336	Richi Mathew	Managing Director	13/08/2018
00533771	Ammini Mathew	Wholetime Director	15/07/2007
05172361	Asha Richi Mathew	Director	02/06/2022
09771752	Dillark Justin	Director (Independent & Non executive)	21/10/2022
10213030	Antony Robert John	Director (Independent & Non executive)	26/06/2023

Appointment

The Committee shall recommend appointment of Directors, Key Managerial Personnel and Senior Management Staff of the Company by considering the following:

- Ensure the candidate possess adequate qualification, expertise and experience commensurate with the position.
- Priority may be given to persons with Professional Qualifications and experience in the similar line of business.
- Code of Conduct of Independent Directors and other Statutory compliances with respect to the appointment/remuneration of Independent Directors.

Rotation of Directors

As per the Clause No.87 of the Articles of Association of the Company and pursuant to section 152 of the Companies Act, 2013, at every General Meeting 1/3rd of the directors for the time being are liable to retire by rotation, or if their number neither three nor multiple of three, then the number nearest to one third, shall retire from the office.

The Managing Director, Independent Director (s) and Nominee Directors(s), if any shall not be liable to retire by rotation.

The directors liable to retire by rotation at every Annual general Meeting shall be those who have been longest in the office since their last appointment, but as between persons who became directors on the same day, those who are to retire shall, in default of and subject to any agreement among themselves be determined by lot.

Retiring director shall be eligible for re- election. The retiring director shall continue in office till the conclusion of the meeting at which he retires.

At the Annual General Meeting at which a director retires as aforesaid, the company may fill up the vacancy by appointing the retiring director or some other person thereto. The Key Managerial Personnel and Senior Management shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Key Managerial Personnel and Senior Management in the same position / remuneration or otherwise even after attaining the retirement age, for the benefit of the Company as decided by the board from time to time.

Removal

As per the Clause No.88 of the Articles of Association of the Company and pursuant to section 169 of the Companies Act, 2013.

Due to reasons for any disqualification mentioned in the Act or under any other applicable law, rules and regulations, thereunder, the Nomination and remuneration committee Committee may recommend, to the Board with reasons to be recorded in writing, removal of a Director (other than nominee Director), Key Managerial Personnel or Senior Management, subject to the provisions and compliance of the said Act, such other applicable law, rules and regulations.

Remuneration

The Committee shall ensure:

Level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully.

The relationship of remuneration to performance is clear and meets appropriate performance benchmarks.

The remuneration to Directors, Key Managerial Personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals.

Evaluation of performance of Directors, Senior Management

The Board of directors shall consider the following factors for the purpose of evaluating the performance of the directors, KMPs senior Management:

S1 No.	Particulars
1	Attendance and participations in the Meetings (including General meeting, Board and Committee)
2	Adherence to ethical standards & code of conduct of Company
3	Interpersonal relations with other directors and management
	Effective deployment of knowledge and expertise
4	Contribution towards growth of the Company
	Integrity and maintaining of confidentiality
5	Leadership initiative
	Independence of behaviour and judgment
6	Compliance with policies, Reporting of frauds, violation etc. and disclosure of interest
7	Safeguard of confidential information
8	<p>an Independent director shall also be evaluated on the following parameters:</p> <p>Exercise of objective independent judgment in the best interest of Company;</p> <p>Ability to contribute to and monitor corporate governance practice; and</p> <p>Adherence to the code of conduct for independent directors.</p>

Evaluation of performance of Board

S1 No.	Particulars
1	Is the composition of the board appropriate, Size, structure and expertise of the Board? Oversight of the Financial Reporting Process, including Internal Controls
2	Are sufficient numbers of board meetings, of appropriate length Independent review the performance of Board based on the following parameters: review the performance of non-independent directors and the Board as a whole review the performance of the Chairperson of the company, taking into account the views of executive directors and nonexecutive directors assess the quality, quantity and timeliness of flow of information between the company management and the Board that is necessary for the Board to effectively and reasonably perform their duties
3	leadership, teamwork, accountability, decision-making, communication and efficiency of the board
4	Compliance with applicable Acts, Rules , regulations and policies.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-
RICHI MATHEW
MANAGING DIRECTOR
DIN: 00224336

Sd/-
MATHEW MATHAI NINAN
WHOLE TIME DIRECTOR
DIN: 00063078

Place: Trivandrum

Date: 28.08.2024

MUTHOOT MERCANTILE LIMITED

CIN: U65921KL1997PLC011260

Regd Office: 1st Floor, North Block, "Muthoot Floors",
Opposite W & C Hospital, Thycaud, Thiruvananthapuram , Kerala- 695014

ANNEXURE-V

Management discussion and analysis report

Company Overview

Muthoot Mercantile Limited, a leading NBFC is the flagship company of Muthoot Ninan Group. Muthoot Ninan Group was started by its founding father, late M. Ninan Muthoot, in the year 1939.

Muthoot Mercantile Limited (MML) was incorporated as a Public Limited Company in the year 1997 and was registered as a Non Banking Finance Company by the Reserve Bank of India in the year 2002. The Company has been functioning as a Non- Banking Financial Company (NBFC) with effect from 16.12.2002 on the basis of Certificate of Registration No. N-16.00178 dated 12.12.2002, obtained from the Reserve Bank of India under section 45- IA of the Reserve Bank of India Act, 1934.

Muthoot Mercantile Limited is not just an ordinary gold loan company. It is a place where the basis of business is built on relationship and trust.

Muthoot Mercantile Limited mainly focuses mainly on lending against the security of Gold.

SWOT Analysis

Strength:

Well established brand name and reputation in the market

Large network of branches and strong customer base across the geographies

Fast loan processing and disbursements

Customer base

Weaknesses

High finance cost (debentures and subordinate debts)

Overdependence on Gold Loan linked products

Vulnerability to fluctuations in Gold prices and loan defaults

Threats

Vulnerability to fluctuations in Gold Loans due to geopolitical uncertainties in gold prices

Competition from the Banks and other NBFCs

Higher interest rate compared to banks

Opportunities

Increased demand for gold backed loans

Expanding customer base by expanding branch networks

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-

RICHI MATHEW
MANAGING DIRECTOR
DIN: 00224336

Sd/-

MATHEW MATHAI NINAN
WHOLE TIME DIRECTOR
DIN: 00063078

Place: Trivandrum

Date: 28.08.2024



Independent Auditor's Report

To the members of Muthoot Mercantile Limited

Report on the Audit of the financial statements

Opinion

We have audited the accompanying financial statements of **M/s. Muthoot Mercantile Limited** ("the Company") which comprises the Balance Sheet as at 31st March, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the period then ended, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2024, its profit, total comprehensive income, changes in equity and its cash flows for the period ended on that date.

Basis for Opinion

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

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Serial No.	Key Audit Matters	Auditor's Response
1.	Provision for Expected Credit Losses (ECL)	<p>We examined Board Policy approving methodologies for computation of ECL that address policies, procedures and controls for assessing and measuring credit risk on all lending exposures, commensurate with the size, complexity and risk profile specific to the Company.</p> <p>We evaluated the design and operating effectiveness of controls across the processes relevant to ECL.</p> <p>We also tested assets in stage 1, 2 and 3 on sample basis to verify that they were allocated to the appropriate stage.</p>
2.	Due to the pervasive nature and complexity of the IT environment, we have ascertained IT systems and controls as a key audit matter.	<p>We performed the following audit procedures:</p> <ol style="list-style-type: none"> 1. Tested the Company's periodic review of access rights. 2. Considered the control environment relate to various interfaces, configuration and other application layer controls identified as key to our audit.

Information other than the 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 Annual Report, but does not include the financial statements and our auditor's report thereon. This is the audit report in respect of the period ended on 31st March, 2024 and the annual report is expected to be made available to us after the date of this auditor's report.

- 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 during the course of our audit or otherwise appears to be materially misstated.

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

Management's responsibility for the financial statements

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

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

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

Auditor's responsibility for the audit of the financial statements

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

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit 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 including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act.
- e) On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- 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, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. Under Rule 11(e)
 - (i) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (ii) The management has represented that, to the best of its knowledge and belief, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, as on the date of this audit report, that the company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

- (iii) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, and according to the information and explanations provided to us by the Management in this regard nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.
- v. During the period the Company has not declared or paid dividend on equity shares.
- vi. Based on our examination which included test checks, the Company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the period for all relevant transactions recorded in the software. Further, during the course of audit we did not come across any instance of audit trail feature being tampered with.
3. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the period is in accordance with the provisions of section 197 of the Act.

For Manikandan Associates
Chartered Accountants
ICAI Firm Reg No: 0085205

C K Manikandan
[Partner]

Membership No.208654
UDIN: 24208654BKACAJ6917



Place:Chalaky
Date:29-05-2024



The Annexure 1 referred to in paragraph 1 under the heading "Report on other legal and regulatory requirements" of the Our Report of even date to the members of Muthoot Mercantile Limited on the accounts of the company for the period ended 31st March, 2024.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

- i)
 - a)
 - (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
 - (B) The Company has maintained proper records showing full particulars of intangible assets;
 - b) All the Property, Plant and Equipment have not been physically verified by the management during the period but there is a regular program of verification which, in our opinion, is reasonable having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such verification;
 - c) The title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the company;
 - d) The company has not revalued its Property, Plant and Equipment (including Right of use assets) or intangible assets or both during the period;
 - e) No proceedings have been initiated or pending against the company under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder;
- ii)
 - a) The Company is a Non-Banking Financial Company engaged in the business of providing loans and does not hold any type of physical inventories. Therefore, the provisions of paragraph 3(ii)(a) of the Companies (Auditor's Report) Order, 2020 are not applicable to the Company;
 - b) During the period, the company has been sanctioned working capital limits in excess of rupees five crore, in aggregate, from banks or financial institutions on the basis of security of current assets and the statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company;
- iii) During the period the company has granted loans or advances, secured or unsecured, to parties other than firms, Limited Liability Partnerships.
 - a) The Company is a Non-Banking Financial Company engaged in the principal business of providing loans. Therefore, the provisions of paragraph 3(iii)(a) of the Companies (Auditor's Report) Order, 2020 are not applicable to the Company;

- b) The terms and conditions of all the loans and advances granted by the company during the period are not prejudicial to the company's interest;
- c) In respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has been stipulated and the company has provided impairment allowance for expected credit losses on loans and advances where repayments or receipts are irregular. In addition to that the company has created impairment reserve as per Prudential Norms of RBI;
- d) Total amount overdue for more than ninety days is ₹ 2,17,63,085.34 /- and reasonable steps have been taken by the company for recovery of the principal and interest;

Type of Loan	No of Loans	Principal Overdue	Interest Overdue	Total Overdue
Gold Loan	178	2,10,57,466	6,687.34	2,10,64,153.34
Pronote Loan	54	6,98,932	-	6,98,932
Since it's a NBFC their principal business is to give loans. The loans for which overdue for more than 90 days are treated as irregular and these cases are classified as NPA as per RBI IRACP norms. The income recognition of the above has been done as per RBI IRACP norms.				

- e) The Company is a Non-Banking Financial Company engaged in the principal business of providing loans. Therefore, the provisions of paragraph 3(iii) (e) of the Companies (Auditor's Report) Order, 2020 are not applicable to the Company;
- f) The company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment to the Promoters, related parties as defined in clause (76) of section 2 of the Companies Act, 2013;
- iv) The Company has not given any loans, provided any guarantees, and given any security to which the provisions of sections 185 and 186 of the Companies Act, 2013 are applicable. The Company has made investments complying section 186 of the Companies Act, 2013.
- v) The Company has not accepted any Deposits or amounts which are deemed to be deposits from the public. Therefore the Directives issued by the Reserve Bank Of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Rules framed there under are not applicable to the Company. The Company has not received any order from the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal in this regard;

- vi) Being a Non-Banking Finance Company, maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013;
- vii)
 - a) The Company is regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Service tax, Goods and Service Tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities wherever applicable to it. There are no arrears of statutory dues as at the last day of the period concerned for a period of more than six months from the date on which they became payable;
 - b) There are no statutory dues of Provident Fund, Employees' State Insurance, Income Tax, Sales tax, Service tax, Goods and Service Tax or duty of customs or duty of excise or value added tax, cess which have not been deposited on account of any dispute;
- viii) There are no transactions which were not recorded in the books of account which have been surrendered or disclosed as income during the period in the tax assessments under the Income Tax Act, 1961 (43 of 1961);
- ix)
 - (a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender;
 - (b) The Company isn't a declared willful defaulter by any bank or financial institution or other lender;
 - (c) Term loans have been applied for the purpose for which the loans were obtained;
 - (d) The company has not utilized the funds raised on short term basis for long term purposes;
 - (e) The company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures;
 - (f) The company has not raised any loans during the period on the pledge of securities held in its subsidiaries, joint ventures or associate companies;
- x)
 - a) In our opinion and according to the information and explanations given to us, money raised by way of initial public offer of debt instruments obtained have been applied by the Company during the period for the purpose for which they have been raised;

Nature of the fund raised	Purpose for which the funds were raised;	Total amount raised;	Amount utilized for the other purpose;	Un-utilized balance as at Balance sheet date;	Details of default (Reason/Delay);	Subsequently rectified (Yes/No) and details
Secured Redeemable Non-Convertible Debentures	1. For the purpose of onward lending, financing and for the repayment /prepayment of principal and interest on existing borrowings of the company; and 2. General corporate purposes, subject to such utilization not exceeding 25% of the amount raised in Issue, in compliance with the SEBI NCS Regulations	104.20 crores	Nil	Nil	Nil	Nil

- b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the period;
- xi) (a) During the period the Company has reported a fraud case, where gold loan related misappropriations have occurred for amounts aggregating ` 32,66,629/-, and has provided equal amount of provision in the books of accounts.

- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed by us in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
 - (c) The company has not received any whistle-blower complaints during the period;
- xii) The Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Companies (Auditor's Report) Order, 2020 are not applicable to the Company;
- xiii) All transactions with the related parties are in compliance with the sections 177 and 188 of the Companies Act, 2013 and the details of such transactions have been disclosed in the financial statements of the Company as required by the applicable accounting standards;
- xiv)
 - (a) The Company has an internal audit system commensurate with the size and nature of its business;
 - (b) The reports of the internal auditors for the period under audit were considered by us;
- xv) The Company has not entered into any non-cash transactions with directors or persons connected with them;
- xvi)
 - (a) The Company has obtained the required registration under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934);
 - (b) The Company has conducted Non-Banking Financial activities with a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934;
 - (c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
 - (d) There are no CICs as part of the Group to which the company belongs
- xvii) The company has not incurred any cash losses in the period and in the immediately preceding financial year;
- xviii) There has been resignation of the statutory auditors during the period. There were no issues or objections or concerns raised by the outgoing auditors;
- xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date;

- xx) a) In respect of other than ongoing projects, the company does not have any unspent amount to be transferred to the Fund specified in Schedule VII to the Companies Act, 2013 in compliance with second proviso to Section 135(5) of said Act;
- b) In respect of ongoing projects, the company does not have any unspent amount under sub-section (5) of section 135 of the Companies Act, 2013, to be transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act;
- xxi) The Company is not a holding or subsidiary of any other company. Accordingly, paragraph 3(xxi) of the Companies (Auditor's Report) Order, 2020 are not applicable to the Company;

For Manikandan & Associates
Chartered Accountants
Firm Registration No: 008520S

Place: Chalakudy
Date: 29-05-2024

CK Manikandan
[Partner]
Membership No. 208654
UDIN: 24208654BKACAJ6917





Annexure 2 to the Independent Auditors' Report of Muthoot Mercantile Limited for the period ended 31st March , 2024.

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

We have audited the internal financial controls over financial reporting of **Muthoot Mercantile Limited** ('the Company') as of 31st March , 2024 in conjunction with our audit of the Ind AS financial statements of the Company for the period ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the guidance note issued by the ICAI.

For Manikandan and Associates
Chartered Accountants
ICAI Firm Reg No: 008520S

CK Manikandan
[Partner]

Membership No.208654
UDIN:24208654BKACA)6917



Place: Chalakudy
Date: 29-05-2024

To

**The Board of Directors of
Muthoot Mercantile Limited**

1. We have audited the attached Balance Sheet of **Muthoot Mercantile Limited** as at 31st March, 2024 and also the Statement of profit and loss (including Other Comprehensive Income) and the Cash flow statement and the Statement of Changes in Equity for the period ended on that date annexed thereto and issued our audit opinion dated 29th May, 2024 thereon. These financial statements are the responsibility of the Company's management. Our responsibility was to express an opinion on these financial statements based on our audit. Our audit was conducted in the manner specified in the audit report.
2. As required by the Non Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2016, issued by the Reserve Bank of India (the Bank) and amended from time to time (the Directions), based on our audit referred to in paragraph 1 above and based on the information and explanations given to us which to the best of our knowledge and belief were necessary for this purpose, we report hereunder on the matters specified in paragraph 3 and 4 of the Directions.
 - a) The Company is engaged in the business of Non Banking Financial Institution (NBFI) as defined in section 45-I(a) of the Reserve Bank of India Act, 1934 (the Act) during the period ended 31st March, 2024. With effect from 12th December, 2002 the Company is registered with the Bank as an NBFI without accepting public deposits vide Certificate of Registration ('CoR') number N-16.00178 dated 12th December, 2002 with the Bank.
 - b) Based on the asset/income pattern as on 31st March, 2024 determined by the Management in accordance with the audited financial statements for the period ended as on that date, and with reference to Non Banking Financial Company-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016, the Company is entitled to continue to hold such CoR;
 - c) The Company has met the required net owned fund requirement as laid down in Master Direction - Non-Banking Financial Company -Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016.
 - d) The Board of Directors has passed a resolution on 17th April, 2023 for non acceptance of any public deposits.
 - e) The Company has not accepted any public deposits during the period and also does not hold any public deposit as on 31st March, 2024.
 - f) The Company has complied with the prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad & doubtful debts as applicable to it in terms of Non Banking Financial (Non Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 during the period ended 31st March, 2024.

3. We have no responsibility to update this report for events and circumstances occurring after the date of our audit opinion mentioned in paragraph 1.
4. This report is issued solely for reporting on the matters specified in paragraph 3 and 4 of the Directions, to the Board of Directors and is not to be used or distributed for any other purpose.

For Manikandan and Associates
Chartered Accountants
ICAI Firm Reg No: 008520S



CK Manikandan
[Partner]

Membership No.208654
UDIN:24208654BKACAJ6917

Place: Chalakudy
Date : 29-05-2024

MUTHOOT MERCANTILE LIMITED

Balance Sheet as at 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

ASSETS	Notes	31-Mar-24	31-Mar-23	01-Apr-22
Financial Assets				
Cash and Cash Equivalents	6	1,066.27	4,553.56	3,464.19
Bank Balances other than above	7	2,285.62	840.69	15.31
Loans	8	66,138.56	50,665.72	33,794.80
Investments	9	-	-	1,101.98
Other Financial Assets	10	4,446.99	3,014.57	2,294.14
		73,937.44	59,074.54	40,670.42
Non-Financial Assets				
Current tax assets	11	755.84	644.03	638.63
Deferred Tax Assets (Net)	12	246.79	187.26	113.74
Property, Plant and Equipment	13A	842.81	579.42	423.99
Right-of-Use Asset	13B	4,176.39	3,828.43	3,680.91
Other Intangible Assets	14	1.57	0.87	-
Other Non-Financial Assets	15	145.30	21.43	23.69
		5,967.89	5,261.45	4,880.94
TOTAL		79,905.33	64,336.00	45,551.36
LIABILITIES AND EQUITY				
Financial Liabilities				
Trade Payables	19			
(A) total outstanding dues of micro enterprises and small enterprises; and		23.95	8.49	17.20
(B) total outstanding dues of creditors other than micro enterprises and small enterprises		95.79	17.45	55.35
Debt Securities	20	14,050.62	5,130.45	4,402.50
Borrowings (Other than Debt Securities)	21	19,271.94	18,474.41	8,306.66
Subordinate Liabilities	22	20,978.08	20,123.55	15,062.54
Lease Liability	13B	4,627.97	4,322.65	3,792.67
Other Financial Liabilities	17	3,158.52	2,292.46	1,488.71
		62,206.87	50,169.47	33,285.71
Non-Financial Liabilities				
Provisions	16	1,048.78	790.64	710.76
Other Non-Financial Liabilities	18	91.74	49.30	77.83
		1,140.51	839.95	788.59
Equity				
Equity Share Capital	23	3,641.87	2,941.88	2,941.88
Other Equity	24	12,916.07	10,384.71	8,615.19
		16,557.95	13,326.58	11,557.07
TOTAL		79,905.33	64,336.00	45,551.36

Summary of significant accounting policies.

Accompanying Notes are an integral part of the Financial Statements.

As per our report of even date attached
For Manikandan and Associates
Chartered Accountants
ICAI Firm Reg No.: 0085205

C K Manikandan
[Partner]
Membership no.: 208654



For and on behalf of the board of directors of
Muthoot Mercantile Limited

M Mathew

M Mathew
[Whole-time Director]
DIN 00063078

M R Rajeev

M R Rajeev
[Chief Financial Officer]

Richi Mathew

Richi Mathew
[Managing Director]
DIN 00224936

Neetha C Bija

Neetha C Bija
[Company Secretary]



Place: Chalalady
Date: 29-05-2024

Place: Thiruvananthapuram
Date: 29-05-2024

MUTHOOT MERCANTILE LIMITED
Statement of profit and loss for the year ended 31-March-2024
(All amounts are in Lakhs of Indian Rupee unless otherwise stated)

Particulars	Notes	31-Mar-24	31-Mar-23
(I) Income			
Revenue from Operations			
(I) Interest Income	25	12,777.58	9310.02
(II) Fees and Commission Income		215.42	120.96
Other Income	26	184.91	47.24
Total Revenue(I)		13,177.91	9,478.21
(II) Expenses			
Finance Costs	27	5,262.98	3,663.91
Impairment on Financial Instruments (Net)	29	102.38	15.94
Employee Benefits Expenses	28	2,552.92	2,023.92
Depreciation, Amortisation and Impairment Expense	30	863.60	739.99
Administrative and Other Expenses	31	1,018.44	657.13
Total Expenses (II)		9,792.32	7,100.89
(III) Profit/(Loss) before Exceptional Items & Tax (III)		3,385.60	2,377.32
(IV) Exceptional items		-	-
(V) Profit/(Loss) before tax (III-IV)		3,385.60	2,377.32
(VI) Tax Expense:			
(a) Current Tax	34	930.86	677.28
(b) (Excess)/Short provision of Previous Years		-	(0.03)
(c) Deferred Tax (Income)/Expense		(64.86)	(69.49)
Total tax expense (VI)		866.00	607.75
(VII) Profit/(Loss) for the year (V) - (VI)		2,519.60	1,769.57
(VIII) Other Comprehensive Income/(Expense)			
(i) Items that will not be reclassified to Profit or Loss			
(a) Remeasurement Gains/(Losses) on Defined Benefit Plan		17.10	(1.09)
(b) Gains/(Losses) on Equity Instruments through Other Comprehensive Income		(5.24)	4.03
(ii) Tax related to above		11.77	(0.06)
Total Other Comprehensive Income/(Expense) VIII)		11.77	(0.06)
(IX) Total Comprehensive Income/(Expense) for the period (VII+VIII)		2,531.37	1,769.51
<i>(Comprising profit and other comprehensive income for the year)</i>			
Earnings per Equity share			
<i>(Nominal value of share ₹10)</i>			
(Basic) ₹	32	8.25	6.02
(Diluted) ₹		8.25	6.02

Summary of significant accounting policies
Accompanying Notes are an integral part of the Financial Statements.

As per our report of even date attached
For Manikandan and Associates
Chartered Accountants
ICAI Firm Reg No.: 1065205

C K Manikandan
[Partner]
Membership no.: 200654



For and on behalf of the board of directors of
Muthoot Mercantile Limited

M Mathew
[Wholetime Director]
DIN 00063878

M B Rajeev
[Chief Financial Officer]

Richi Mathew
[Managing Director]
DIN 00221336

Seetha C Biju
[Company Secretary]



Place: Chalakudy
Date: 29-05-2024

Place: Thiruvananthapuram
Date: 29-05-2024

MUTHOOT MERCANTILE LIMITED
Statement of Cash Flows for the year ended 31-March-2024
(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

	31-Mar-24	31-Mar-23
Net Profit before tax	1,385.60	2,377.32
Adjustments for:		
Depreciation and amortisation expense	863.60	739.59
Impairment on financial instruments	102.30	15.54
Provision for Credit	21.65	12.65
Finance cost	432.51	380.89
Interest on Fixed deposit	(126.18)	(14.88)
Lease payments	866.84	716.39
Net (Gain)/Loss on sale of investments	(8.62)	-
Operating profit before working capital changes	5,537.79	4,728.31
Changes in working capital:		
Decrease / (increase) in non-financial asset	(125.86)	2.25
Decrease / (increase) in loans	(15,575.22)	(16,406.80)
Decrease / (increase) in investments	-	1,301.98
Decrease / (increase) in current tax assets	(111.80)	(5.11)
Decrease / (increase) in other financial asset	(1,432.42)	(720.42)
Increase / (decrease) in trade payables	90.88	(46.81)
Increase / (decrease) in other financial liabilities	866.06	883.75
Increase / (decrease) in Lease Liability (Net)	505.32	329.94
Increase / (decrease) in other non-financial liabilities	43.44	(28.53)
Cash generated from / (used in) operations	(10,197.91)	(11,221.54)
Net Income Taxes Paid	(677.28)	(814.09)
Net cash flow from/ (used in) operating activities (A)	(10,875.19)	(12,035.63)
Cash flows from investing activities		
Net Gain/(loss) on sale of investments	1.62	-
Purchase of property plant and equipments including CWIT	(306.12)	(358.83)
Purchase of intangible assets	(1.14)	(1.09)
Bank balance not consistent to cash and cash equivalents	(1,844.92)	(825.30)
Net cash flow from/ (used in) investing activities (B)	(1,737.57)	(1,185.30)
Cash flows from financing activities		
Proceed from Debt Security (Net)	1,921.17	647.07
Proceed from Borrowings (Net)	797.52	10,167.75
Proceed from Subordinate Liabilities (Net)	854.53	5,061.01
Finance cost	(432.51)	(380.89)
Interest on Fixed deposit	(26.18)	(14.88)
Proceeds from issue of equity share capital	708.00	-
Lease payments	(866.84)	(716.39)
Right to Use Asset (Net)	(971.59)	(883.91)
Net cash flow from/ (used in) financing activities (C)	5,125.46	14,110.31
Net increase/(decrease) in cash and cash equivalents (A + B + C)	(3,497.29)	1,089.37
Cash and cash equivalents at the beginning of the year	4,551.56	3,464.19
Cash and cash equivalents at the end of the year	1,054.27	4,553.56
Components of cash and cash equivalents		
Cash on hand	702.46	482.05
With banks	363.81	4,071.52
Total cash and cash equivalents (Note 6)	1,054.27	4,553.56

Summary of significant accounting policies

As per our report of even date attached

For Muthootias and Associates
Chartered Accountants


ICAI Firm Reg No: 0085285




C. K. Hanthandee
 [Partner]
 Membership no: 288664

For and on behalf of the board of directors of

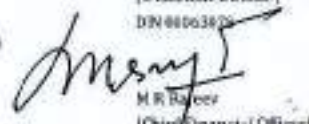
Muthoot Mercantile Limited



M Mathew
 [Wholesale Director]
 DIN 08063828



Rishi Mathew
 [Managing Director]
 DIN 08224336



M R Baber
 [Chief Financial Officer]



Neetha C Biju
 [Company Secretary]

Place: Chakkudy

Date: 29-05-2024

Place: Thiruvananthapuram

Date: 29-05-2024



MUTHOOT MERCANTILE LIMITED
 Statement of changes in equity for the year ended 31-March-2024
 (All amounts are in Lakhs of Indian Rupees unless otherwise stated)

A. Equity Share Capital

Balance at the beginning of the period
 Changes in Equity share capital during the year due to prior period errors
 Revised balance at the beginning of the period
 Changes in Equity share capital during the year
 Balance at the end of the reporting period

As at 31-March-2024		As at 31-March-2023	
Number	Amount	Number	Amount
2,094,18,750	2,094,18.00	2,094,18,750	2,094,18.00
2,094,18,750	2,094,18.00	2,094,18,750	2,094,18.00
69,99,997	700.00	-	-
2,094,18,747	3,091,87.00	2,094,18,750	2,094,18.00

B. Other Equity

Reserves and Surplus

Balance as at the 1st April, 2023
 Changes in accounting policy/per period errors
 Revised balance as at the 1st April, 2023
 Profit for the year
 Other loan provisions for the year (net of tax)
 Dividend and Corporate Dividend Tax
 Transfer from retained earnings
 VBT Credit for earlier years
 Balance as at 31st March, 2023

Shareholders' Reserve (pursuant to Section 85B of the Income Tax Act, 1922)	Capital Redemption Reserve	Impairment Reserve	General Reserve	Retained Earnings	Equity Instruments Issued Through Other Companies (Income)	Reserve of other contributors	Total
2,511.87	2,208.63	82.51	-	3,751.20	8.03	-	8,611.19
2,511.87	2,208.63	82.51	-	3,751.20	8.03	-	8,611.19
-	-	-	-	1,766.57	(9.06)	-	1,766.57
-	-	-	-	91.35	(167.55)	-	(76.20)
2,877.87	2,208.63	154.09	-	5,085.20	8.87	-	10,384.73
2,877.87	2,208.63	154.09	-	5,085.20	8.87	-	10,384.73
2,877.87	2,208.63	154.09	-	3,085.20	8.87	-	10,384.73
-	-	-	-	2,519.68	-	-	2,519.68
-	-	-	-	12.77	-	-	12.77
965.94	-	157.36	-	(160.79)	-	-	962.51
2,300.78	2,208.63	311.92	-	6,091.03	20.84	-	12,913.07

As per our report of equity attached
 For Muthoot and Associates
 Chartered Accountants
 201 Firm Reg No. 008223

C.R. Muthoker
 Partner
 Membership No. 2010004



For and on behalf of the board of directors of
 Muthoot Mercantile Limited

[Signature]
 N. Madhus
 (Managing Director)
 DIN: 00482578

[Signature]
 Rishi Mathew
 (Managing Director)
 DIN: 00225218

[Signature]
 Neelika C. Saje
 (Company Secretary)

Firm: Chartered
 Date: 29-03-2024

Firm: TTTT
 Date: 29-03-2024



MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

1 BACKGROUND INFORMATION

Muthoot Mercantile Limited (CIN:U65921KL1997PLC011260) was incorporated on 3rd March 1997, having registered office at 1st Floor, North Block, "Muthoot Floors", opposite W & C Hospital, Thycaad, Thiruvananthapuram, 695014, Kerala

The Company is a Systemically Important Non-Deposit Taking Non-Banking Financial Company (NBFC-ND) which provides a wide range of fund based and fee based services including Gold loan, Money Transfer etc. The Company is a Non-Deposit taking Non Banking Financial Company registered under section 45 IA of the Reserve Bank of India Act, 1934 vide Certificate of Registration ("CoR") number N-15.03178 dated 12th December, 2012.

2 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time). The financial statements have been prepared under the historical cost convention, as modified by the application of fair value measurements required or allowed by relevant Accounting Standards and on accrual basis except for certain financial instruments measured at fair value at the end of each reporting period as explained in accounting policies below.

The above financial statements have been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India mainly considering the Master Directions issued by the Reserve Bank of India ("RBI") as applicable to Non-Banking Finance Companies - ND.

The financial statements are presented in Indian Rupees (INR) except when otherwise indicated.

All amounts included in the financial statements are reported in Lakhs of Indian rupees (Rupees in Lakhs) except share and per share data, unless otherwise stated. Due to rounding off, the numbers presented throughout the document may not be add up precisely to the totals and percentages may not precisely reflect the absolute figures.

3 PRESENTATION OF FINANCIAL STATEMENTS

The financial statements of the Company are presented as per Schedule III (Division III) of the Companies Act, 2013 applicable to NBFCs, as notified by the Ministry of Corporate Affairs (MCA). Financial assets and financial liabilities are generally reported on a gross basis except when, there is an unconditional legally enforceable right to offset the recognised amounts without being contingent on a future event and the parties intend to settle on a net basis in the following circumstances:

- The normal course of business
- The event of default
- The event of insolvency or bankruptcy of the Company and/or its counterparties.

4 SIGNIFICANT ACCOUNTING POLICIES

Significant Accounting Policies adopted in the Preparation and Presentation of Financial Statements are as under:-

A. FINANCIAL INSTRUMENTS

(I) Classification of Financial Instruments

The Company classifies its financial assets into the following measurement categories:

- Financial assets to be measured at amortised cost.
- Financial assets to be measured at fair value through other comprehensive income.
- Financial assets to be measured at fair value through profit or loss account.


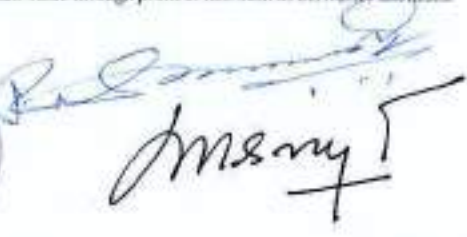


The classification depends on the contractual terms of the financial assets' cash flows and the Company's business model for managing financial assets. The Company determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objectives. The business model is assessed on the basis of aggregated portfolios based on observable factors. These factors include:

- Reports reviewed by the entity's key management personnel on the performance of the financial assets.
- The risks impacting the performance of the business model (and the financial assets held within that business model) and its management thereof.
- The composition of the managing teams (for example, whether the composition is based on the fair value of the assets managed or on the contractual cash flows collected)
- The expected frequency, value and timing of trades. The business model assessment is based on reasonably expected scenarios without taking 'worst case' or 'stress case' scenarios into account.

The Company also assesses the contractual terms of financial assets on the basis of its contractual cash flow characteristics that are solely for the payments of principal and interest on the principal amount outstanding. 'Principal' is defined as the fair value of the financial asset at initial recognition and may change over the life of the financial asset (for example, if there are repayments of principal or amortisation of the premium/discount).

In making this assessment, the Company considers whether the contractual cash flows are consistent with a basic lending arrangement. i.e. interest includes only consideration for the time value of money, credit risk, other basic lending risks and a profit margin that is consistent with a basic lending arrangement. Where the contractual terms introduce exposure to risk or volatility that are inconsistent with a basic lending arrangement, the related financial asset is classified and measured at fair value through profit or loss.

The Company classifies its financial liabilities at amortised costs unless it has designated liabilities at fair value through the profit and loss account or is required to measure liabilities at fair value through profit or loss such as derivative liabilities.

MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

(II) Initial Recognition

The classification of financial instruments at initial recognition depends on their contractual terms and the business model for managing the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at FVTPL) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at FVTPL are recognised immediately in the Statement of profit or loss.

Financial assets and financial liabilities, with the exception of loans, debt securities and deposits are recognised on the trade date i.e. when a Company becomes a party to the contractual provisions of the instruments. Loans, debt securities and deposits are recognised when the funds are transferred to the customers account. Trade receivables are measured at the transaction price.

(III) Subsequent Measurement

Financial assets at amortised cost

Financial assets having contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding and that are held within a business model whose objective is to hold such assets in order to collect such contractual cash flows are classified in this category. Subsequently these are measured at amortised cost using effective interest method less any impairment losses.

Debt Instruments at FVOCI

Debt instruments that are measured at FVOCI have contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest on principal outstanding and that are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets. These instruments largely comprise long-term investments made by the Company. FVOCI debt instruments are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in OCI. Interest income and gains and losses are recognised in profit or loss in the same manner as for financial assets measured at amortised cost. On derecognition, cumulative gains or losses previously recognised in OCI are reclassified from OCI to profit or loss.

Equity Instruments at FVOCI

These include financial assets that are equity instruments as defined in Ind AS 32 "Financial Instruments: Presentation" and are not held for trading and where the Company's management has elected to irrevocably designate the same as equity instruments at FVOCI upon initial recognition. Subsequently, these are measured at fair value and changes therein are recognised directly in other comprehensive income, net of applicable income taxes.

Gains and losses on these equity instruments are never recycled to profit or loss.

Dividends from these equity investments are recognised in the statement of profit and loss when the right to receive the payment has been established.

Fair value through Profit and loss account

Financial assets are measured at FVTPL, unless it is measured at amortised cost or at FVOCI on initial recognition. The transaction costs directly attributable to the acquisition of financial assets at fair value through profit or loss are immediately recognised in profit or loss.

(IV) Financial Liabilities and Equity Instruments

Classification as debt or equity

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

Equity Instruments

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities.

Equity instruments are recorded at the proceeds received, net of direct issue costs.

Other Financial Liabilities

These are measured at amortised cost using effective interest rate.

(V) Derecognition of Financial Assets and Financial Liabilities

The Company derecognizes a financial asset only when the contractual rights to the cash flows from the asset expires or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity.

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



MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

(VI) Impairment of Financial Assets

The company recognises impairment allowance for expected credit loss on financial assets held at amortised cost. In addition to that the Company has provided for Non-Performing Assets (NPA) as per Prudential Norms of RBI.

The Company recognises loss allowances (provisions) for expected credit losses on its financial assets (including non-fund exposures) that are measured at amortised costs or at fair value through other comprehensive income account. The Company applies a three-stage approach to measuring expected credit losses (ECLs) for the following categories of financial assets that are not measured at fair value through profit or loss:

- debt instruments measured at amortised cost and fair value through other comprehensive income;
- loan commitments.

No ECL is recognised on equity investments.

Financial assets migrate through the following three stages based on the change in credit risk since initial recognition:

Stage 1: ECL

For exposures where there has not been a significant increase in credit risk since initial recognition and that are not credit impaired upon origination, ECL associated with the probability of default events is recognised.

Stage 2: Lifetime ECL – not credit impaired

For exposures where there has been a significant increase in credit risk since initial recognition but are not credit impaired, a lifetime ECL (i.e. reflecting the remaining lifetime of the financial asset) is recognised.

Stage 3: Lifetime ECL – credit impaired

Exposures are assessed as credit impaired when one or more events that have a detrimental impact on the estimated future cash flows of that asset have occurred. For exposures that have become credit impaired, a lifetime ECL is recognised.

The company has identified the following stage classification to be the most appropriate for its loans:

Stage 1: 0 to 60 Days Past Due

Stage 2: 61 to 90 Days Past Due

Stage 3: above 90 Days Past Due

Reclassification of Financial assets

The company does not re-classify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances when the company changes its business model for managing such financial assets. The company does not re-classify its financial liabilities.

(VII) Write-offs

The Company reduces the gross carrying amount of a financial asset when the Company has no reasonable expectations of recovering a financial asset in its entirety or a portion thereof. This is generally the case when the Company determines that the borrower / debtor does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subjected to write-offs. Any subsequent recoveries against such loans are credited to the statement of profit and loss.

(VIII) Determination of fair value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value of a financial instrument on initial recognition is normally the transaction price (fair value of the consideration given or received). Subsequent to initial recognition, the Company determines the fair value of financial instruments that are quoted in active markets using the quoted bid prices (financial assets held) or quoted ask prices (financial liabilities held) and using valuation techniques for other instruments. Valuation techniques include discounted cash flow method and other valuation models.

(IX) Foreign currency transactions and translation

The financial statements of the Company are presented in Indian rupees (₹), which is the functional currency of the Company and the presentation currency for the financial statements.

In preparing the financial statements, transactions in currencies other than the Company's functional currency are recorded at the rates of exchange prevailing on the date of the transaction. At the end of each reporting period, monetary items denominated in foreign currencies are re-translated at the rates prevailing at the end of the reporting period. Exchange differences arising on the retranslation or settlement of monetary items are included in the statement of profit and loss for the period.

II. REVENUE FROM OPERATIONS

(i) Recognition of Dividend and Interest Income

Dividend income (including from FVOCI investments) is recognised when the Company's right to receive the payment is established, it is probable that the economic benefits associated with the dividend will flow to the entity and the amount of the dividend can be measured reliably. This is generally when the shareholders or board of Directors approve the dividend.

Under Ind AS 109 interest income is recorded using the Effective Interest Rate (EIR) method for all financial instruments measured at amortised cost, debt instrument measured at FVOCI and debt instruments designated at FVTPL. The EIR is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument or, when appropriate, a shorter period, to the net carrying amount of the financial asset.

The EIR (and therefore, the amortised cost of the asset) is calculated by taking into account any discount or premium on acquisition, fees and costs that are an integral part of the EIR.



MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

(II) Dividends on Ordinary Shares

The Company recognises a liability to make cash or non-cash distributions to equity holders of the parent when the distribution is authorised and the distribution is no longer at the discretion of the Company. As per the corporate laws in India, a distribution is authorised when it is approved by the shareholders. A corresponding amount is recognised directly in equity.

Non-cash distributions are measured at the fair value of the assets to be distributed with fair value reassessment recognised directly in equity. Upon distribution of non-cash assets, any difference between the carrying amount of the liability and the carrying amount of the assets distributed is recognised in the statement of profit and loss.

(III) Fees and Commission Income

Fees and commissions are recognised when the Company satisfies the performance obligation, at fair value of the consideration received or receivable based on a five-step model as set out below, unless included in the effective interest calculation:

Step 1: Identify contract(s) with a customer: A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.

Step 2: Identify performance obligations in the contract: A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

Step 3: Determine the transaction price: The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Step 4: Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, the Company allocates the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.

Step 5: Recognise revenue when (or as) the Company satisfies a performance obligation.

Processing fee which is not forming part of effective interest rate has been recognised as and when it is accrued.

(IV) Net gain on Fair value changes

Any differences between the fair values of financial assets classified as fair value through the profit or loss, held by the Company on the balance sheet date is recognised as an unrealised gain / loss. In cases there is a net gain in the aggregate, the same is recognised as Revenue and if there is a net loss the same is disclosed under as Expense in the statement of Profit and Loss.

However, net gain / loss on derecognition of financial instruments classified as amortised cost is presented separately under the respective head in the Statement of Profit and Loss.

C. EXPENSES

(I) Finance costs

Finance costs represents interest expense recognised by applying the Effective Interest Rate (EIR) to the gross carrying amount of financial liabilities other than financial liabilities classified as FVTPL.

The EIR in case of a financial liability is computed:

- As the rate that exactly discounts estimated future cash payments through the expected life of the financial liability to the gross carrying amount of the amortised cost of a financial liability.
- By considering all the contractual terms of the financial instrument in estimating the cash flows.
- Including all fees received between parties to the contract that are an integral part of the effective interest rate, transaction costs, and all other premiums or discounts.

Any subsequent change the estimation of the future cash flows is recognised in interest with the corresponding adjustment to the carrying amount of the assets.

(II) Employee Benefits

Short term employee benefit

Employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. These benefits include short-term compensated absences such as paid annual leave. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognised as an expense during the period. Benefits such as salaries and wages, etc. and the expected cost of the bonus/ex-gratia are recognised in the period in which the employee renders the related service.

Post-employment employee benefits

a) Defined contribution schemes

All the employees of the Company are entitled to receive benefits under the Provident Fund and Employees State Insurance scheme, defined contribution plans in which both the employee and the Company contribute monthly at a stipulated rate. The Company has no liability for future benefits other than its annual contribution and recognises such contributions as an expense in the period in which employee renders the related service if the contribution payable to the scheme for service received before the Balance Sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognised as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the Balance Sheet date, then excess is recognised as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.



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MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupee unless otherwise stated)

b) Defined Benefit schemes

The Company provides for the gratuity, a defined benefit retirement plan covering all employees. The plan provides for lump sum payments to employees upon death while in employment or on separation from employment after serving for the stipulated years mentioned under 'The Payment of Gratuity Act, 1972'. The present value of the obligation under such defined benefit plan is determined based on actuarial valuation, carried out by an independent actuary at each Balance Sheet date, using the Projected Unit Credit Method, which recognizes each period of service as giving rise to an additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan are based on the market yields on Government Securities as at the Balance Sheet date.

An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, attrition rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, these liabilities are highly sensitive to changes in these assumptions. All assumptions are reviewed annually.

Re-measurement, comprising of actuarial gains and losses are recognized immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Re-measurements are not reclassified to profit and loss in subsequent periods.

(III) Leases

The Company's lease asset classes primarily consist of leases for land and buildings. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset. At the date of commencement of the lease, the Company recognizes a right-of-use (ROU) asset and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of 12 months or less (short-term leases). For these short-term leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised. The ROU assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for ROU assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. ROU assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are re-measured with a corresponding adjustment to the related ROU asset if the Company changes its assessment of whether it will exercise an extension or a termination option.

Lease liability and ROU assets have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

(IV) Other Income and Expenses

All other income and expense are recognized in the period they occur.

(V) Impairment of Non-Financial Assets

The carrying amounts of the Company's property, plant & equipment and intangible assets are reviewed at each reporting period to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amounts are estimated in order to determine the extent of impairment loss, if any. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount. The impairment loss, if any, is recognized in the statement of profit and loss in the period in which impairment takes place.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, however subject to the increased carrying amount not exceeding the carrying amount that would have been determined (net of amortization or depreciation) had no impairment loss been recognized for the asset in prior accounting periods. A reversal of an impairment loss is recognized immediately in profit or loss.



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MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupee unless otherwise stated)

(VI) Taxes

Current Tax

Current tax assets and liabilities for the current and prior years are measured at the amount expected to be recovered from, or paid to, the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted, or substantively enacted, by the reporting date in the countries where the Company operates and generates taxable income.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax

Deferred tax assets and liabilities are recognised for temporary differences arising between the tax bases of assets and liabilities and their carrying amounts. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the reporting date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are only recognised for temporary differences, unused tax losses and unused tax credits if it is probable that future taxable amounts will arise to utilise those temporary differences and losses. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Deferred tax assets and liabilities are offset where there is a legally enforceable right to offset current tax assets and liabilities and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities are realised simultaneously.

Minimum Alternative Tax (MAT)

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is highly probable that future economic benefit associated with it will flow to the Company.

D. CASH AND CASH EQUIVALENTS

Cash and cash equivalent in the balance sheet comprise cash at bank and on hand and short-term deposits with an original maturity of three months or less, that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value. They are held for the purposes of meeting short term cash commitments (rather than for investment or other purposes).

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short term deposits, as defined above, as they are considered an integral part of the Company's cash management.

E. PROPERTY, PLANT AND EQUIPMENT (PPE)

Property, plant and equipment (PPE) are measured at cost less accumulated depreciation and accumulated impairment, (if any). The total cost of assets comprises its purchase price, freight, duties, taxes and any other incidental expenses directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management. Changes in the expected useful life are accounted for by changing the amortisation period or methodology, as appropriate, and treated as changes in accounting estimates.

Subsequent expenditure related to an item of tangible asset are added to its gross value only if it increases the future benefits of the existing asset, beyond its previously assessed standards of performance and cost can be measured reliably. Other repairs and maintenance costs are expensed off as and when incurred. Depreciation is calculated using the Written Down Value (WDV) method to write down the cost of property and equipment to their residual values over their estimated useful lives.

The estimated useful lives as follows:

Particulars	Useful life estimated by company (Years)
Strong Room	20 (acquired up to 31-03-15)*
	10 (Others)
Furniture And Fixtures	20 (acquired up to 31-03-15)*
	10 (Others)
Vehicles	8
Office Equipments	3 (End user devices)
	6 (Servers and networks)
Office & Electrical Equipments	20 (acquired up to 31-03-15)*
	10 (Others)

*Based on the estimation given by the chartered engineer



MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupee unless otherwise stated)

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate. Property plant and equipment is derecognised on disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is recognised in other income /expense in the statement of profit and loss in the year the asset is derecognised. The date of disposal of an item of property, plant and equipment is the date the recipient obtains control of that item in accordance with the requirements for determining when a performance obligation is satisfied in Ind AS 115.

F. INTANGIBLE ASSETS

An intangible asset is recognised only when its cost can be measured reliably and it is probable that the expected future economic benefits that are attributable to it will flow to the Company.

Intangible assets acquired separately are measured on initial recognition at cost. The cost of an intangible asset comprises its purchase price and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses.

The useful lives of intangible assets are assessed to be either finite or indefinite. Intangible assets with finite lives are amortised over the useful economic life. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at each financial year-end. Changes in the expected useful life, or the expected pattern of consumption of future economic benefits embodied in the asset, are accounted for by changing the amortisation period or methodology, as appropriate, which are then treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is presented as a separate line item in the statement of profit and loss. Amortisation on assets acquired/sold during the year is recognised on a pro-rata basis to the Statement of Profit and Loss from / upto the date of acquisition/sale.

Amortisation is calculated using the straight-line method to write down the cost of intangible assets to their residual values over their estimated useful lives. Intangible assets comprising of software are amortised on a straight-line basis over a period of 5 years, unless it has a shorter useful life.

The Company's intangible assets consist of computer software with definite life. Gains or losses from derecognition of intangible assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset are recognised in the Statement of Profit and Loss when the asset is derecognised.

G. CAPITAL WORK IN PROGRESS AND CAPITAL ADVANCES

Cost of assets not ready for intended use, as on the Balance Sheet date, is shown as capital work in progress. Advances given towards acquisition of property, plant and equipment outstanding at each Balance Sheet date are disclosed in Other Non-Financial Assets.

H. ACCOUNTING FOR PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions are recognised in the balance sheet when the Company has a present obligation (legal or constructive) as a result of a past event, which is expected to result in an outflow of resources embodying economic benefits which can be reliably estimated. Each provision is based on the best estimate of the expenditure required to settle the present obligation at the balance sheet date. Where the time value of money is material, provisions are measured on a discounted basis. The expense relating to any provision is presented in the statement of profit and loss net of any reimbursement.

Constructive obligation is an obligation that derives from an entity's actions where:

(a) by an established pattern of past practice, published policies or a sufficiently specific current statement, the entity has indicated to other parties that it will accept certain responsibilities, and

(b) as a result, the entity has created a valid expectation on the part of those other parties that it will discharge those responsibilities. Contingent liabilities are not recognised in the financial statements. Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

I. EARNING PER SHARE

The Company reports basic and diluted earnings per share in accordance with Ind AS 33 on Earnings per share. Basic EPS is calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless they have been issued at a later date. In computing the diluted earnings per share, only potential equity shares that are dilutive and that either reduces the earnings per share or increases loss per share are included.



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MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

5. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of financial statements in conformity with the recognition and measurement principles of Ind AS requires management of the Company to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities, disclosures including disclosures of contingent assets and contingent liabilities as at the date of financial statements and the reported amounts of revenues and expenses during the period. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in future periods which are affected.

Key sources of estimation of uncertainty at the date of the financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, is in respect of: impairment of financial instruments, provisions and contingent liabilities.

A. BUSINESS MODEL ASSESSMENT

Classification and measurement of financial assets depends on the results of the SPPI and the business model test. The Company determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Company monitors financial assets measured at amortised cost or fair value through other comprehensive income that are derecognised prior to their maturity to understand the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Monitoring is part of the Company's continuous assessment of whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change in the classification of those assets.

B. DEFINED EMPLOYEE BENEFIT ASSETS AND LIABILITIES

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed annually.

C. FAIR VALUE MEASUREMENT

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using various valuation techniques. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

D. IMPAIRMENT OF LOANS PORTFOLIO

The measurement of impairment losses across all categories of financial assets requires judgement, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances. It has been the Company's policy to regularly review its models in the context of actual loss experience and adjust when necessary. The impairment loss on loans and advances is disclosed in more detail in Note 9 Overview of ECL principles. In case, higher provisions are to be considered as per the prudential norms of the Reserve Bank of India, they are considered and routed through Impairment Reserves.

E. CONTINGENT LIABILITIES AND PROVISIONS OTHER THAN IMPAIRMENT ON LOAN PORTFOLIO

The Company operates in a regulatory and legal environment that, by nature, has a heightened element of litigation risk inherent to its operations. As a result, it is involved in various litigation, arbitration in the ordinary course of the Company's business. When the Company can reliably measure the outflow of economic benefits in relation to a specific case and considers such outflows to be probable, the Company records a provision against the case. Where the probability of outflow is considered to be remote, or probable, but a reliable estimate cannot be made, a contingent liability is disclosed. Given the subjectivity and uncertainty of determining the probability and amount of losses, the Company takes into account a number of factors including legal advice, the stage of the matter and historical evidence from similar incidents. Significant judgement is required to conclude on these estimates.

F. EFFECTIVE INTEREST RATE (EIR) METHOD

The Company's EIR methodology, recognises interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected behavioural life of loans given / taken and recognises the effect of potentially different interest rates at various stages and other characteristics of the product life cycle (including prepayments and penalty interest and charges).

This estimation, by nature, requires an element of judgement regarding the expected behaviour and life-cycle of the instruments and other fee income/expense that are integral parts of the instrument.

G. OTHER ESTIMATES

These include contingent liabilities, useful lives of tangible and intangible assets etc.

H. SEGMENT REPORTING

Pursuant to Ind AS 108 - Operating Segments, no segment disclosure has been made in these financial statements, as the Company has only one geographical segment and no other separate reportable business segment.



MUTHOOT MERCANTILE LIMITED**Notes to the Financial Statements for the year ended 31-March-2024***(All amounts are in Lakhs of Indian Rupees unless otherwise stated)***6 Cash and Cash Equivalents**

	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
Cash on hand	702.46	482.05	660.98
Balances with Banks - in Current Account	363.63	4,065.70	2,798.32
Treasury Savings Bank	0.18	5.82	4.88
Total	1,066.27	4,553.56	3,464.19

7 Bank Balances other than above**Formarked balances with banks**

Balances with banks to the extent held as security

For unpaid dividend

Debenture-trustee account

Other bank balances

Fixed Deposits

	As at 31-March-2024	As at 31-March-2023	As at 31-March-2022
Balances with banks to the extent held as security	2,082.90	809.77	-
For unpaid dividend	0.10	0.10	0.10
Debenture-trustee account	2.62	4.72	4.72
Total	2,085.62	814.59	5.31



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MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

B Loans

Particulars	As at 31-March-2024				Subtotal	Total
	At Fair Value					
	Amortised cost	Through Other Comprehensive Income	Through profit or loss	Designated at fair value through profit or loss		
Loans						
(A)						
(i) Loans repayable on demand						
Gold Loan	64,659.27	-	-	-	-	64,659.27
Private Loan	1,654.74	-	-	-	-	1,654.74
(ii) Other Loans:						
Corporate Loans	-	-	-	-	-	-
Letter of Credit	-	-	-	-	-	-
Total (A) - Gross	66,314.01	-	-	-	-	66,314.01
Less: Impairment loss allowance	175.45	-	-	-	-	175.45
Total (A) - Net	66,138.56	-	-	-	-	66,138.56
(B)						
(i) Secured by tangible assets	64,659.27	-	-	-	-	64,659.27
(ii) Secured by intangible assets	-	-	-	-	-	-
(iii) Covered by Bank / Government Guarantees	-	-	-	-	-	-
(iv) Unsecured	1,654.74	-	-	-	-	1,654.74
Total (B) Gross	66,314.01	-	-	-	-	66,314.01
Less: Impairment loss allowance	175.45	-	-	-	-	175.45
Total (B) Net	66,138.56	-	-	-	-	66,138.56
B Loans (Contd.)						
(C)						
(i) Loans in India						
(i) Public Sector	-	-	-	-	-	-
(ii) Others	66,314.01	-	-	-	-	66,314.01
Total (C) Gross	66,314.01	-	-	-	-	66,314.01
Less: Impairment loss allowance	175.45	-	-	-	-	175.45
Total (C) (i) Net	66,138.56	-	-	-	-	66,138.56
(ii) Loans outside India	-	-	-	-	-	-
Less: Impairment loss allowance	-	-	-	-	-	-
Total (C) (ii) Net	-	-	-	-	-	-
Total (C) (i) and (ii)	66,138.56	-	-	-	-	66,138.56

Loans and advances due by directors or other officers of the company or any of them either severally or jointly with any other persons.

Nil Nil Nil Nil Nil

Amounts due by firms or private companies in which any director is a partner or a director or a member

Nil Nil Nil Nil Nil

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MUTHOOT MERCANTILE LIMITED
Notes to the Financial Statements for the year ended 31-March-2024
(All amounts are in Lakhs of Indian Rupees unless otherwise stated)
8 Loans (Contd.)

Particulars	As at 31-March-2023				Subtotal	Total
	At Fair Value					
	Amortised cost	Through Other Comprehensive Income	Through profit or loss	Designated at fair value through profit or loss		
Loans						
(A)						
(i) Loans repayable on demand						
Gold Loan	49,469.77	-	-	-	-	49,469.77
Promo Loan	1,269.02	-	-	-	-	1,269.02
(ii) Other Loans:						
Corporate Loans	-	-	-	-	-	-
Letter of Credit	-	-	-	-	-	-
Total (A) - Gross	50,738.79	-	-	-	-	50,738.79
Less: Impairment loss allowance	73.07	-	-	-	-	73.07
Total (A) - Net	50,665.72	-	-	-	-	50,665.72
(B)						
(i) Secured by tangible assets	49,469.77	-	-	-	-	49,469.77
(ii) Secured by intangible assets	-	-	-	-	-	-
(iii) Covered by Bank / Government Guarantees	-	-	-	-	-	-
(iv) Unsecured	1,269.02	-	-	-	-	1,269.02
Total (B) Gross	50,738.79	-	-	-	-	50,738.79
Less: Impairment loss allowance	73.07	-	-	-	-	73.07
Total (B) Net	50,665.72	-	-	-	-	50,665.72
9 Loans (Contd.)						
(C)						
(i) Loans in India						
(i) Public Sector	-	-	-	-	-	-
(ii) Others	50,738.79	-	-	-	-	50,738.79
Total (C) Gross	50,738.79	-	-	-	-	50,738.79
Less: Impairment loss allowance	73.07	-	-	-	-	73.07
Total (C) (i) Net	50,665.72	-	-	-	-	50,665.72
(ii) Loans outside India	-	-	-	-	-	-
Less: Impairment loss allowance	-	-	-	-	-	-
Total (C) (ii) Net	-	-	-	-	-	-
Total (C) (i) and C (ii)	50,665.72	-	-	-	-	50,665.72

Loans and advances due by directors or other officers of the company or any of them either severally or jointly with any other persons:

Nil	Nil	Nil	Nil	Nil
-----	-----	-----	-----	-----

Amounts due by firms or private companies in which any director is a partner or a director or a member:

Nil	Nil	Nil	Nil	Nil
-----	-----	-----	-----	-----



MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

[All amounts are in Lakhs of Indian Rupees unless otherwise stated]

8 Loans

Particulars	As at 01-April-2022					Total
	Amortised cost	At Fair Value			Subtotal	
		Through Other Comprehensive Income	Through profit or loss	Designated at fair value through profit or loss		
Loans						
(A)						
(I) Loans repayable on demand						
Gold Loan	33,255.80	-	-	-	-	33,255.80
Promo loan	596.13	-	-	-	-	596.13
(II) Other Loans:						
Corporate Loans	-	-	-	-	-	-
Intercompany Deposit	-	-	-	-	-	-
Letter of Credit	-	-	-	-	-	-
Total (A) - Gross	33,851.93	-	-	-	-	33,851.93
Less: Impairment loss allowance	57.13	-	-	-	-	57.13
Total (A) - Net	33,794.80	-	-	-	-	33,794.80
(B)						
(i) Secured by tangible assets	33,255.80	-	-	-	-	33,255.80
(ii) Secured by intangible assets	-	-	-	-	-	-
(iii) Covered by Bank / Government Guarantees	-	-	-	-	-	-
(iv) Unsecured	596.13	-	-	-	-	596.13
Total (B) Gross	33,851.93	-	-	-	-	33,851.93
Less: Impairment loss allowance	57.13	-	-	-	-	57.13
Total (B) Net	33,794.80	-	-	-	-	33,794.80
8 Loans (Contd.)						
(C)						
(I) Loans in India						
(i) Public Sector	-	-	-	-	-	-
(ii) Others	33,851.93	-	-	-	-	33,851.93
Total (C) Gross	33,851.93	-	-	-	-	33,851.93
Less: Impairment loss allowance	57.13	-	-	-	-	57.13
Total (C) (I) Net	33,794.80	-	-	-	-	33,794.80
(II) Loans outside India	-	-	-	-	-	-
Less: Impairment loss allowance	-	-	-	-	-	-
Total (C) (II) Net	-	-	-	-	-	-
Total (C) (I) and C (II)	33,794.80	-	-	-	-	33,794.80

Loans and advances due by directors or other officers of the company or any of them either severally or jointly with any other persons

Nil Nil Nil Nil Nil

Amounts due by firms or private companies in which any director is a partner or a director or a member

Nil Nil Nil Nil Nil



MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

8 Summary of ECL Provisions

Particulars	FY 2023-2024			
	Stage 1	Stage 2	Stage 3	Total
Gold Loan	66.83	8.91	97.16	172.11
Promo Loan	2.64	0.23	0.47	3.34
Other Loans	-	-	-	-
Total Closing ECL Provisions	69.47	9.14	97.63	175.45
Particulars	FY 2022-2023			
	Stage 1	Stage 2	Stage 3	Total
Gold Loan	43.30	12.42	16.54	72.26
Promo Loan	4.78	0.00	0.03	0.81
Other Loans	-	-	-	-
Total Closing ECL Provisions	48.07	12.43	16.57	73.07
Particulars	FY 2021-2022			
	Stage 1	Stage 2	Stage 3	Total
Gold Loan	14.19	30.46	12.48	57.13
Promo Loan	-	-	-	-
Other Loans	-	-	-	-
Total Closing ECL Provisions	14.19	30.46	12.48	57.13

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NOTHING'S MERCANTILE LIMITED
 Notes to the Financial Statements for the year ended 31-March-2024
 [All amounts are in Lakhs of Indian Rupees unless otherwise stated]

8 Loans(Goods)
 As at 31-March-2024

Asset Classification as per RBI Norms	Asset classification as per IInd AS 109	Gross Carrying Amount as per IInd AS	Loss Allowances (Provisions) as required under IInd AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between IInd AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7)=(5)-(6)
Performing Assets						
Standard	Stage 1	65,092.74	66.67	65,026.07	260.86	[291.79]
	Stage 2	875.13	9.14	865.99	3.50	-
	Subtotal	65,967.87	77.81	65,890.06	264.36	(191.79)
Non-Performing Assets (NPA)						
Substandard	Stage 3	189.53	7.05	182.44	18.95	[1.86]
Bothersome - up to 3 year	Stage 3	7.72	3.29	4.43	2.57	(2.29)
1 to 3 years	Stage 3	59.00	39.80	19.20	40.61	(8.81)
More than 3 years	Stage 3	23.85	32.71	10.94	35.95	(2.24)
	Subtotal for doubtful	139.87	73.80	66.07	79.33	(5.33)
Loss	Stage 3	16.75	16.75	-	16.75	-
	Subtotal for NPA	346.14	97.63	248.51	114.83	(17.20)
Other items such as guarantees, loan commitments, etc. which are in the scope of IInd AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
	Subtotal	-	-	-	-	-
Total	Stage 1	65,092.74	66.67	65,026.07	260.86	[191.79]
	Stage 2	875.13	9.14	865.99	3.50	-
	Stage 3	346.14	97.63	248.51	114.83	(17.20)
	Total	66,314.01	173.43	66,140.58	379.19	(288.99)



Amal Kumar
Prasanna
Prasanna



Prasanna

MITHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

8 Loans (Contd)

As at 31-Mar-2024

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7) = (5)-(6)
Performing Assets						
Standard	Stage 1	49,355.77	44.07	49,311.70	121.51	(79.44)
	Stage 2	1,242.57	12.43	1,230.15	3.11	-
	Subtotal	50,598.35	56.50	50,541.85	124.62	(79.44)
Non-Performing Assets (NPA)						
Subtotal	Stage 3	115.86	11.63	104.23	60.52	(49.09)
Past due - up to 1 year	Stage 3	24.10	4.02	19.74	19.74	(14.92)
1 to 3 years	Stage 3	0.26	0.11	0.25	0.29	(0.10)
More than 3 years	Stage 3	0.43	0.21	0.21	0.43	(0.21)
Less	Subtotal for doubtful	24.88	5.14	19.74	20.46	(15.33)
	Stage 3	-	-	-	-	-
	Subtotal for NPA	140.44	16.57	123.87	80.97	(64.40)
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but are covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 4	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
	Subtotal	-	-	-	-	-
Total	Stage 1	49,355.77	44.07	49,311.70	121.51	(79.44)
	Stage 2	1,242.57	12.43	1,230.15	3.11	-
	Stage 3	140.44	16.57	123.87	80.97	(64.30)
	Total	50,738.79	73.07	50,665.72	207.59	(147.84)

Ammit
Sheth
Subramanian
Prasanna



MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

B Loans(Contd)

As at 01-April-2022

(1)	(2) +	(3)	(5)	(5)-(2)-(4)	(6)	(7) = (4)-(6)
Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross carrying Amount as per Ind AS	Loss Allowance (Provisions) as required under Ind AS 109	Net Carrying Amount	Provision required as per IBCA2 Norms	Difference between Ind AS 109 provisions and IBCA2 norms
Performing Assets						
Standard	Stage 1	30,682.01	14.39	30,667.62	76.71	(62.51)
	Stage 2	3,096.37	20.46	3,075.90	7.62	-
	Subtotal	33,778.38	44.85	33,733.52	84.32	(62.51)
Non-Performing Assets (NPA)						
Substandard	Stage 3	322.77	12.38	310.39	12.28	-
Probable - up to 1 year	Stage 3	0.36	0.07	0.29	0.07	-
1 to 3 years	Stage 3	0.43	0.12	0.30	0.13	-
More than 3 years	Stage 3	-	-	-	-	-
	Subtotal for doubtful	0.79	0.28	0.50	0.20	-
Loss	Stage 2	-	-	-	-	-
	Subtotal for NPA	12.355	12.48	11.88	12.48	-
Other items such as guarantees, loan commitments, etc. which are in the stage of Ind AS 109 but not covered under current Income Recognition.	Stage 2	-	-	-	-	-
	Subtotal	-	-	-	-	-
Total	Stage 1	30,682.01	14.39	30,667.62	76.71	(62.51)
	Stage 2	3,096.37	30.46	3,065.90	7.62	-
	Stage 3	322.55	32.46	310.08	12.48	-
	Total	33,851.93	57.31	33,794.60	96.81	(62.51)











MUTHOOT MERCANTILE LIMITED**Notes to the Financial Statements for the year ended 31-March-2024**

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

8 Loans(Contd)

An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to receivables under financing activities is, as follows:

	Period ended 31st March 2024			
	Stage 1	Stage 2	Stage 3	Total
Opening Gross carrying amount	49,355.77	1,242.62	140.40	50,738.79
Add:- New Assets	1,64,960.35	784.87	138.70	1,65,883.93
Less:- Assets repaid	(1,49,091.37)	(1,155.70)	(61.64)	(1,50,308.71)
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-7.30	7.30	-	-
Transfer to Stage 3	-124.73	-3.11	127.84	-
Less:- Write off				-
Closing Gross carrying amount	65,092.74	875.98	345.29	66,314.01

	Period ended 31st March 2023			
	Stage 1	Stage 2	Stage 3	Total
Opening Gross carrying amount	30,602.01	3,046.37	123.55	33,851.93
Add:- New Assets	1,43,252.11	685.50	1.24	1,43,938.85
Less:- Assets repaid	(1,23,964.12)	(2,982.03)	(105.84)	(1,27,051.99)
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-581.72	537.25	44.47	-
Transfer to Stage 3	-32.50	-44.47	76.97	-
Less:- Write off				-
Closing Gross carrying amount	49,355.77	1,242.62	140.40	50,738.79

Reconciliation of ECL Balance

ECL Provision	Period ended 31st March 2024			
	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount	44.07	12.43	16.57	73.07
Add:- New Assets	68.66	9.06	32.89	110.61
Less:- Repaid	(43.86)	(12.39)	(7.57)	(63.81)
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	(0.07)	0.07	-	-
Transfer to Stage 3	(7.38)	(0.31)	7.69	-
Less:- Write off	-	-	-	-
Impact of changes in credit risk on account of stage movements	7.25	0.28	48.05	55.58
Closing carrying amount	68.67	9.14	97.63	175.45








ECL Provision	Period ended 31st March 2023			Total
	Stage 1	Stage 2	Stage 3	
Gross carrying amount	14.19	30.46	12.48	57.13
Add:- New Assets	44.07	6.60	-	50.67
Less:- Repaid	(14.13)	(30.02)	(6.06)	(50.20)
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	(5.82)	5.82	-	-
Transfer to Stage 3	(3.18)	(4.45)	7.62	-
Less:- Write off	-	-	-	-
Impact of changes in credit risk on account of stage movements	8.94	4.01	2.52	15.47
Closing carrying amount	44.07	12.43	16.57	73.07

Credit Quality of assets

The table below shows the credit quality and the maximum exposure to credit risk based on the Company's internal credit rating system and year-end stage classification

As at 31-Mar-2024

Internal Rating	Stage 1	Stage 2	Stage 3	Total
High Grade	58,522.49	462.94	183.90	59,169.32
Medium Grade	3,017.01	270.21	4.42	3,291.65
Low Grade	3,553.24	141.98	157.82	3,853.04
Total	65,092.74	875.13	346.14	66,314.01

As at 31-Mar-2023

Internal Rating	Stage 1	Stage 2	Stage 3	Total
High Grade	44,948.69	678.23	6.45	45,633.37
Medium Grade	3,008.96	214.22	3.46	3,226.64
Low Grade	1,398.12	350.16	130.49	1,878.78
Total	49,355.77	1,242.62	140.40	50,738.79



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MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

9 Investments	At Fair Value				Subtotal	Total
	Amortised cost	Through other comprehensive income	Through profit or loss	Designated at fair value through profit or loss		
As at 31-March-2024						
Mutual funds	-	-	-	-	-	-
Total - Gross A	-	-	-	-	-	-
(i) Investments outside India	-	-	-	-	-	-
(ii) Investments in India	-	-	-	-	-	-
Total - B	-	-	-	-	-	-
Less: Impairment loss allowance (C)	-	-	-	-	-	-
Total - Net D = (A)-(C)	-	-	-	-	-	-
As at 31-March-2023						
Mutual funds	-	-	-	-	-	-
Total - Gross A	-	-	-	-	-	-
(i) Investments outside India	-	-	-	-	-	-
(ii) Investments in India	-	-	-	-	-	-
Total - B	-	-	-	-	-	-
Less: Impairment loss allowance (C)	-	-	-	-	-	-
Total - Net D = (A)-(C)	-	-	-	-	-	-
As at 01-April-2022						
Mutual funds	-	-	1,101.98	-	1,101.98	1,101.98
Total - Gross A	-	-	1,101.98	-	1,101.98	1,101.98
(i) Investments outside India	-	-	-	-	-	-
(ii) Investments in India	-	-	1,101.98	-	1,101.98	1,101.98
Total - B	-	-	1,101.98	-	1,101.98	1,101.98
Less: Impairment loss allowance (C)	-	-	-	-	-	-
Total - Net D = (A)-(C)	-	-	1,101.98	-	1,101.98	1,101.98

Details of Investments in Equity Instruments and Mutual Funds

Name of Mutual Fund	As at 31-March-2024		As at 31-March-2023		As at 01-April-2022	
	Quantity of Shares	Market value	Quantity of Shares	Market value	Quantity of Shares	Market value
LO75B SBI Savings Fund-Regular Plan Growth	Nil	Nil	Nil	Nil	17,06,122.71	602.01
LP478G SBI Magnum Low Duration Fund Regular Growth	Nil	Nil	Nil	Nil	17,560.69	499.97
TOTAL	Nil	Nil	Nil	Nil	18,13,683	1,101.98



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MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

10 Other Financial Assets

	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
GST Receivable	75.35	26.72	4.08
Interest accrued :			
Interest accrued on Loan	3,963.25	2,559.89	1,882.30
Interest accrued on Bank deposit	-	0.51	0.10
Interest accrued on Treasury deposit	-	3.37	2.41
Security deposits			
Treasury Deposit	10.25	43.68	43.68
Rental Deposits	387.46	360.41	336.85
Other Security Deposits	5.48	5.46	7.47
Others:			
TDS Refund Due	1.39	1.39	1.39
Fringe Benefit Tax refund due	-	0.14	0.14
Other Receivables	3.80	13.00	13.72
Total	4,446.99	3,014.57	2,294.14

11 Current Tax Asset

	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
Advance Tax	250.00	82.00	365.00
Other prepaid taxes	493.70	537.50	261.62
Income Tax Refund Due	12.14	24.53	12.01
Total	755.84	644.03	638.63



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MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

12 Deferred Tax Assets / (Deferred Tax Liability) (Net)

The following table shows deferred tax recorded in the balance sheet and changes recorded in the Income tax expense:

	Deferred Tax Assets As at 31-March-2024	Deferred Tax Liabilities As at 31-March-2024	Income Statement 2023-24	OCI 2023-24	Others 2023-24
Depreciation	221.41	-	63.71	-	-
Impairment allowance for financial assets	-	-	-	-	-
Remeasurement gain/ (loss) on defined benefit plan	-	4.30	-	(5.33)	-
Provisions	29.68	-	1.15	-	-
Financial assets measured at amortised cost	-	-	-	-	-
Other temporary differences	-	-	-	-	-
Total	251.09	4.30	64.86	(5.33)	-
Net Deferred tax asset as at 31st March,2024	246.79	-			

	Deferred Tax Assets As at 31-March-2023	Deferred Tax Liabilities As at 31-March-2023	Income Statement 2022-23	OCI 2022-23	Others 2022-23
Depreciation	157.79	-	65.28	-	-
Impairment allowance for financial assets	-	-	-	-	-
Remeasurement gain/ (loss) on defined benefit plan	1.03	-	-	4.03	-
Provisions	28.53	-	4.21	-	-
Financial assets measured at amortised cost	-	-	-	-	-
Other temporary differences	-	-	-	-	-
Total	187.26	-	69.49	4.03	-
Net Deferred tax asset as at 31st March,2023	187.26	-			

	Deferred Tax Assets As at 01-April-2022	Deferred Tax Liabilities As at 01-April-2022
Depreciation	92.42	-
Impairment allowance for financial assets	-	3.00
Remeasurement gain/ (loss) on defined benefit plan	-	-
Provisions	24.32	-
Financial assets measured at amortised cost	-	-
Other temporary differences	-	-
Total	116.74	3.00
Net Deferred tax asset as at As at 01-April-2022	113.74	-



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MUTHOOT MERCANTILE LIMITED

Notes to the financial statements for the year ended 31-March-24

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

13A

Property, Plant and Equipment

	Land	Strong Room	Furniture and Fixtures	Vehicles	Computer & Accessories	Office & Electrical Equipments	Total
Cost or valuation							
At 1-Apr-2022	4.32	251.82	423.76	186.76	162.30	316.36	1,345.32
Additions	-	41.22	208.27	-	29.26	80.09	358.83
Deletions	-	-	-	-	-	-	-
As at 31-Mar-2023	4.32	293.04	632.02	186.76	191.56	396.45	1,704.15
Cost or valuation							
At 1-Apr-2023	4.32	293.04	632.02	186.76	191.56	396.45	1,704.15
Additions	-	44.43	137.82	-	47.41	70.46	300.12
Deletions	-	-	-	-	-	-	-
As at 31-March-2024	4.32	337.47	769.84	186.76	238.96	466.91	2,004.26
Accumulated Depreciation							
At 1-Apr-2022	-	150.69	267.51	143.51	148.26	211.37	921.34
Charge for the year	-	33.60	88.87	13.37	22.93	44.62	203.39
Deletions	-	-	-	-	-	-	-
As at 31-Mar-2023	-	184.29	356.38	156.88	171.19	255.99	1,124.73
Accumulated Depreciation							
At 1-Apr-2023	-	184.29	356.38	156.88	171.19	255.99	1,124.73
Charge for the year	-	36.86	102.28	9.20	38.28	50.91	237.53
Deletions	-	-	-	-	-	-	-
As at 31-March-2024	-	221.14	458.67	166.08	209.46	306.91	1,362.25
Net Block							
At 1-Apr-2022	4.32	101.13	156.25	43.25	14.04	104.99	423.98
As at 31-Mar-2023	4.32	108.75	275.64	29.88	20.37	140.46	579.42
As at 31-March-2024	4.32	116.33	311.17	20.68	29.50	160.01	642.01



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MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

13B Right-of-Use Asset

	Total
Building	
At 1-Apr-2022	4,291.28
Additions	683.91
Disposals	
As at 31-Mar-2023	4,975.20
Additions	973.59
Disposals	
As at 31-March-2024	5,948.79
Depreciation	
At 1-Apr-2022	610.38
Charge for the year	536.39
Disposals	
As at 31-Mar-2023	1,146.76
Charge for the year	625.63
Disposals	
As at 31-March-2024	1,772.39
Net Right-of-use asset	
At 1-Apr-2022	3,680.91
As at 31-Mar-2023	3,828.43
As at 31-March-2024	4,176.39

13B Lease Liability

At 1-Apr-2022	3,792.67
Additions	665.49
Finance cost accrued during the year	380.89
Deletions	
Payment of lease liabilities	716.39
As at 31-Mar-2023	4,122.65
Additions	939.65
Finance cost accrued during the year	432.51
Deletions	
Payment of lease liabilities	866.84
As at 31-March-2024	4,627.97
Lease Liability	
Particulars	
Less than one year	6.05
One to five years	1,161.42
More than five years	3,460.50
Total	4,627.97



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MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

*(All amounts are in Lakhs of Indian Rupees unless otherwise stated)***14 Intangible Assets**

	Computer Software
Cost	
At 1-Apr-2022	84.63
Additions	1.09
Disposals	-
As at 31-Mar-2023	85.72
Additions	1.14
Disposals	-
As at 31-March-2024	86.87
Amortization	
At 1-Apr-2022	84.63
Charge for the year	0.22
Disposals	-
As at 31-Mar-2023	84.85
Charge for the year	0.45
Disposals	-
As at 31-March-2024	85.30
Net Block	
At 1-Apr-2022	-
As at 31-Mar-2023	0.87
As at 31-March-2024	1.57



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Muthoot Mercantile Limited

Notes to the Standalone financial statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

15 Other Non-Financial Asset

	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
Advance for Capital Expenditure	2.80	4.41	15.75
Prepaid Expenses	118.99	11.07	7.94
Other Advances	17.89	5.45	-
Employee Advances	5.61	0.50	-
Total	145.30	21.43	23.69

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Muthoot Mercantile Limited**Notes to the Standalone financial statements for the year ended 31-March-2024***(All amounts are in Lakhs of Indian Rupees unless otherwise stated)***16 Provisions**

	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
Employee Benefits			
- Gratuity	117.92	113.37	96.68
Provision for Taxation	930.86	677.20	614.13
Total	1,048.78	790.64	710.76

17 Other Financial Liabilities

	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
Interest accrued on Debentures	445.38	363.35	275
Interest accrued on Debentures(Public Issue)	120.30	-	-
Interest accrued on Subordinate Debt	2,277.01	1,682.35	1,045.93
Interest Accrued on PDI	-	-	8.10
Employee Related Payables	172.97	144.88	140.19
Unpaid matured debentures and interest accrued thereon	3.51	43.54	132.7
Unpaid Subordinate Debt and Interest Accrued thereon	37.16	-	-
Others	99.10	58.37	5.96
Total	3,158.43	2,292.49	1,407.95

Amount to be credited to Investor Education and Protection Fund towards unpaid dividends and unpaid matured debentures and interest on matured debentures

	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
	Nil	0.10	2.03

18 Other Non-financial Liabilities

	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
Statutory Dues Payable	91.74	49.30	77.83
Total	91.74	49.30	77.83



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Muthoot Mercantile Limited

Notes to the Standalone financial statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

19 Trade Payables

	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
Total outstanding dues of micro enterprises and small enterprises; and	23.95	8.49	17.20
Total outstanding dues of creditors other than micro enterprises and small enterprises	95.79	17.45	55.35
TOTAL	119.74	25.94	72.55

Trade Payables aging schedule

As at 31-March-2024

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	23.95				23.95
ii) Others	95.79				95.79
iii) Disputed dues-MSME					
iv) Disputed dues-Others					

As at 31-March-2023

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	8.49				8.49
ii) Others	17.45				17.45
iii) Disputed dues-MSME					
iv) Disputed dues-Others					

As at 01-April-2022

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	17.20				17.20
ii) Others	55.35				55.35
iii) Disputed dues-					
iv) Disputed dues-					

Disclosure- Micro, Small and Medium Enterprises

	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
a) the principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier at the end of each accounting year;	10.97	4.40	17.20
(b) the amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	Nil	Nil	Nil
(c) the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	Nil	Nil	Nil
(d) the amount of interest accrued and remaining unpaid at the end of each accounting year; and	Nil	Nil	Nil
(e) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of discontinuance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	Nil	Nil	Nil

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management.

MUTHOOT MERCANTILE LIMITED

Notes to the Financial Statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

20 Debt Securities

	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
At Amortized Cost			
Privately placed redeemable non-convertible debentures (Secured)*	3,750.89	5,130.45	4,482.58
Others - Non-convertible Debentures - Public Issue (Secured)**	10,420.49	-	-
Total	14,180.38	5,130.45	4,482.58
Less: Effective Interest Rate Adjustment as per IndAS	129.76	-	-
Total (A)	14,050.62	5,130.45	4,482.58
Debt securities in India	14,050.62	5,130.45	4,482.58
Debt securities outside India	-	-	-
Total (B)	14,050.62	5,130.45	4,482.58

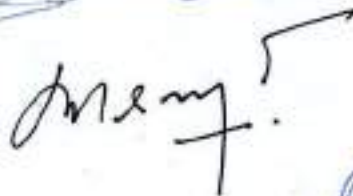
Nature of Security

*Secured by a hypothecation of Outstanding gold loan receivables both present and future and all assets to be accrued from the proceeds generated by the private placement of Non-Convertible Secured Debentures by the Company. The Company shall maintain a minimum security, which shall not be less than the amount of debentures outstanding at any point of time.

Debentures are offered for a period of 32 months to 96 months.

**First ranking pari passu charge with on all movable assets, including book debts and receivables, cash and bank balances, other movable assets, loans and advances, both present and future of the company equal to the value of one time of the NCDs outstanding plus interest.







Muthoot Mercantile Limited

Notes to the Standalone financial statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

20. Debt Securities(contd).

A) Non Convertible Debentures (Secured)

Non Convertible Debentures of ₹1,000/- each. Details of rate of interest and maturity pattern as on the date of the balance sheet is as under:

As at 31-Mar-2024

Private Placement

Redeemable at par within	Rate of Interest										
	>= 10% < 12%			>= 12% < 14%			>= 14%			Total	
	Number	Amount		Number	Amount		Number	Amount			
Due within 3-4 years	59,810	598.10		33,210	332.10		2,200	22.00		95,220	952.20
Due within 2-3 years	47,545	475.45		-	-		4,875	48.75		52,420	524.20
Due within 1-2 years	1,13,493	1,134.93		-	-		-	-		1,13,493	1,134.93
Due within 1 year	1,14,856	1,148.56		-	-		-	-		1,14,856	1,148.56
Grand Total	3,35,704	3,357.04		33,210	332.10		7,075	70.75		3,75,989	3,759.89

Public Issue

Redeemable at par within	Rate Of Interest										
	<10%			>= 10% < 11%			>=11%			Total	
	Number	Amount		Number	Amount		Number	Amount			
Due more than 5 Years	-	-		-	-		1,25,132	1,251.32		1,25,132	1,251.32
Due within 4-5 Years	-	-		1,22,579	1,225.79		1,13,477	1,134.77		2,36,056	2,360.56
Due within 3-4 years	-	-		-	-		-	-		-	-
Due within 2-3 years	-	-		2,57,838	2,578.38		-	-		2,57,838	2,578.38
Due within 1-2 years	1,05,042	1,050.42		86,693	866.93		-	-		1,91,735	1,917.35
Due within 1 year	1,43,489	1,434.89		87,799	877.99		-	-		2,31,288	2,312.88
Total	2,48,531	2,485.31		5,54,909	5,549.09		2,38,609	2,386.09		10,42,049	10,420.49



Muthoot Mercantile Limited

Notes to the Standalone financial statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

20 Debt Securities(contd).

As at 31-March-2023

Redeemable at par within	Rate of interest									
	>= 10% < 12%		>= 12% < 14%		>= 14%		>= 14%		Total	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount	Number	Amount
Due within 3-4 years	1,26,225	1,262.25	40,410	404.10	7,975	79.75	1,74,610	1,746.10	1,74,610	1,746.10
Due within 2-3 years	1,69,264	1,692.64	-	-	-	-	1,69,264	1,692.64	1,69,264	1,692.64
Due within 1-2 years	1,35,293	1,352.93	-	-	-	-	1,35,293	1,352.93	1,35,293	1,352.93
Due within 1 year	33,878	338.78	-	-	-	-	33,878	338.78	33,878	338.78
	-	-	-	-	-	-	-	-	-	-
Grand Total	4,64,660	4,646.60	40,410	404.10	7,975	79.75	5,13,045	5,130.45	5,13,045	5,130.45

As at 01-April-2022

Redeemable at par within	Rate of interest									
	< 13%		>= 13% < 14%		>= 14%		>= 14%		Total	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount	Number	Amount
Due within 3-4 years	1,69,659	1,696.59	40,910	409.10	9,025	90.25	2,19,594	2,195.94	2,19,594	2,195.94
Due within 2-3 years	1,18,058	1,180.58	-	-	-	-	1,18,058	1,180.58	1,18,058	1,180.58
Due within 1-2 years	36,948	369.48	-	-	-	-	36,948	369.48	36,948	369.48
Due within 1 year	73,658	736.58	-	-	-	-	73,658	736.58	73,658	736.58
	-	-	-	-	-	-	-	-	-	-
Grand Total	3,98,323	3,983.23	40,910	409.10	9,025	90.25	4,48,258	4,482.58	4,48,258	4,482.58



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Muthoot Mercantile Limited

Notes to the Standalone financial statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

20 Debt Securities(contd).

B) Non Convertible Debentures of `1,000/- each - series-wise classification(Private Placement)

As at 31-Mar-2024

Sl. No.	Series	Date of Allotment	Outstanding	Interest Rate	Tenure(months)
1	174	15-01-2020	42.00	9.25%-15.35%	At par at the end 36-60 months
2	175	10-02-2020	210.15	9%-14.85%	At par at the end 36-90 months
3	176	22-02-2020	143.90	9.25%-20%	At par at the end 36-90 months
4	177	23-03-2020	135.50	9.25%-14.75%	At par at the end 36-84 months
5	178	22-05-2020	122.80	9%-14.29%	At par at the end 24-84 months
6	179	03-07-2020	280.33	10%-13.33%	At par at the end 40-90 months
7	180	12-10-2020	50.75	9%-12.50%	At par at the end 36-96 months
8	181	19-11-2020	298.00	9.25%-13.33%	At par at the end 36-90 months
9	182	07-01-2021	137.50	9.25%-13.33%	At par at the end 36-90 months
10	183	29-06-2021	127.00	8%-13.79%	At par at the end 12-87 months
11	184	11-09-2021	142.00	9.25%-13.79%	At par at the end 36-87 months
12	185	30-11-2021	228.50	9.25%-13.79%	At par at the end 36-87 months
13	186	05-02-2022	59.00	7.25%-10.12%	At par at the end 12-60 months
14	187	12-03-2022	79.30	7.25%-9.6%	At par at the end 12-60 months
15	188	30-03-2022	32.95	7.25%-9.6%	At par at the end 12-60 months
16	189	31-05-2022	105.90	7.25%-9.75%	At par at the end 12-60 months
17	190	08-08-2022	300.60	9%-11%	At par at the end 36-60 months
18	191	05-09-2022	222.00	9%-11%	At par at the end 36-60 months
19	192	13-01-2023	100.00	10.50%	At par at the end 60 months
20	193	10-03-2023	248.00	9.25%-11.75%	At par at the end 18-60 months
21	194	30-03-2023	120.00	9.25%-11.75%	At par at the end 18-60 months
22	195	29-05-2023	239.50	9.25%-10.75%	At par at the end 18-36 months
23	196	03-07-2023	255.41	9%-10.75%	At par at the end 12-36 months
24	197	04-Aug-2023	40.00	9.75%-10%	At par at the end 18-36 months
25	198	02-Sep-2023	29.00	9.75%	At par at the end 36 months
		TOTAL	3,759.89		

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Muthoot Mercantile Limited

Notes to the Standalone financial statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

BJ Non Convertible Debentures of ₹1,000/- each - series-wise classification(Public Issue)



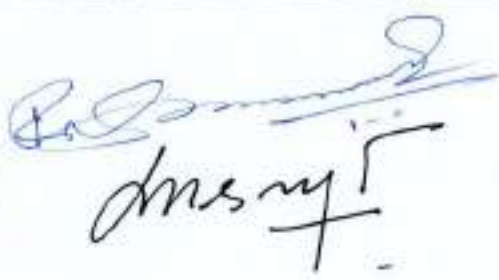


Sl. No.	Series	Date of Allotment	Outstanding	Interest Rate	Tenure(months)
1	I	21-12-2023	564.31	9.50%	367 Days
2	I	21-12-2023	362.72	10.00%	367 Days
3	II	21-12-2023	879.58	NA	367 Days
4	II	21-12-2023	515.27	NA	367 Days
5	III	21-12-2023	353.41	9.65%	18 Months
6	III	21-12-2023	235.61	10.15%	18 Months
7	IV	21-12-2023	344.63	NA	18 Months
8	IV	21-12-2023	260.18	NA	18 Months
9	V	21-12-2023	204.27	9.75%	24 Months
10	V	21-12-2023	254.98	10.25%	24 Months
11	VI	21-12-2023	148.11	NA	24 Months
12	VI	21-12-2023	116.16	NA	24 Months
13	VII	21-12-2023	1046.72	10.25%	36 Months
14	VII	21-12-2023	881.42	10.75%	36 Months
15	VIII	21-12-2023	381.38	NA	36 Months
16	VIII	21-12-2023	268.86	NA	36 Months
17	IX	21-12-2023	1188.70	10.50%	60 Months
18	IX	21-12-2023	1038.72	11.00%	60 Months
19	X	21-12-2023	37.01	NA	60 Months
20	X	21-12-2023	184.05	NA	60 Months
21	XI	21-12-2023	1,251.32	NA	75 Months
			10,420.49		

20 Debt Securities-(contd).

BJ Non Convertible Debentures of ₹1,000/- each - series-wise classification(Private Placement)

As at 31-March-2023

Sl. No.	Series	Date of Allotment	Outstanding	Interest Rate	Tenure(months)
1	174	15-01-2020	56.00	9.25%-15.35%	At par at the end 36-60 months
2	175	10-02-2020	227.65	9%-14.85%	At par at the end 36-90 months
3	176	22-02-2020	175.90	9.25%-20%	At par at the end 36-90 months
4	177	23-03-2020	168.50	9.25%-14.75%	At par at the end 36-84 months
5	178	22-05-2020	186.30	9%-14.29%	At par at the end 24-84 months
6	179	03-07-2020	367.74	10%-13.33%	At par at the end 60-90 months
7	180	12-10-2020	216.02	9%-12.50%	At par at the end 36-96 months
8	181	19-11-2020	520.01	9.25%-13.33%	At par at the end 36-96 months
9	182	07-01-2021	226.50	9.25%-13.33%	At par at the end 36-96 months
10	183	29-04-2021	302.13	8%-13.29%	At par at the end 12-87 months
11	184	11-09-2021	222.00	9.25%-13.79%	At par at the end 36-87 months
12	185	30-11-2021	445.00	9.25%-13.79%	At par at the end 36-87 months
13	186	05-02-2022	214.00	7.25%-10.12%	At par at the end 12-60 months
14	187	12-03-2022	141.30	7.25%-9.6%	At par at the end 12-60 months
15	188	30-03-2022	145.45	7.25%-9.6%	At par at the end 12-60 months
16	189	31-05-2022	268.05	7.25%-9.75%	At par at the end 12-60 months
17	190	08-06-2022	432.40	9%-11%	At par at the end 36-60 months
18	191	05-09-2022	385.00	9%-11%	At par at the end 36-60 months
19	192	13-01-2023	100.00	10.50%	At par at the end 60 months
20	193	18-03-2023	248.00	5.25%-11.75%	At par at the end 18-60 months
21	194	30-03-2023	82.50	5.25%-11.75%	At par at the end 18-60 months
	Total		5,138.45		

Muthoot Mercantile Limited**Notes to the Standalone financial statements for the year ended 31-March-2024***(All amounts are in Lakhs of Indian Rupees unless otherwise stated)***20 Debt Securities(contd).***BJ Non Convertible Debentures of `1,000/- each - series-wise classification(Private Placement)***As at 01-April-2022**

Sl. No.	Series	Date of Allotment	Outstanding	Interest Rate	Tenure(months)
1	172	29-03-2019	6.50	9.25%-14.3%	At par at the end 36 months
2	173	15-07-2019	292.00	9.25%-18.75%	At par at the end 36 months
3	174	15-01-2020	75.67	9.25%-15.35%	At par at the end 36-60 months
4	175	10-07-2020	302.70	9%-14.85%	At par at the end 36-90 months
5	176	22-02-2020	258.10	9.25%-20%	At par at the end 36-90 months
6	177	23-03-2020	209.00	9.75%-14.75%	At par at the end 36-84 months
7	178	22-05-2020	258.30	9%-14.29%	At par at the end 24-84 months
8	179	03-07-2020	401.74	10%-13.33%	At par at the end 60-90 months
9	180	12-10-2020	229.02	9%-12.50%	At par at the end 36-96 months
10	181	19-11-2020	520.01	9.25%-13.33%	At par at the end 36-90 months
11	182	07-01-2021	279.50	9.25%-13.33%	At par at the end 36-90 months
12	183	29-06-2021	322.13	8%-11.79%	At par at the end 12-87 months
13	184	11-09-2021	222.00	9.25%-13.79%	At par at the end 36-87 months
14	185	30-11-2021	488.50	9.25%-13.79%	At par at the end 36-87 months
15	186	05-02-2022	308.00	7.25%-10.12%	At par at the end 12-60 months
16	187	12-03-2022	185.66	7.25%-9.6%	At par at the end 12-60 months
17	188	30-03-2022	138.95	7.25%-9.6%	At par at the end 12-60 months
Total			4,402.58		



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Mulhooth Mercantile Limited
Notes to the Standalone financial statements for the year ended 31-March-2024
 (All amounts are in Lakhs of Indian Rupee unless otherwise stated)

21. Borrowings (Other than Debt Securities)

	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
All Amortised Cost			
Term Loan			
State Bank of India	8,186.73	11,088.88	5,558.92
Federal Bank	2,084.07	2,115.26	-
South Indian Bank	1,549.56	-	-
Indian Overseas Bank	-	-	-
Karar Myra Bank	1,833.33	-	-
Loans repayable on demand			
From Banks (Cash credit)			
State Bank of India	1,458.68	4,887.70	2,643.36
Indira Overseas Bank	912.44	7.67	7.88
Karar Myra Bank	(8,084)	4.31	35.46
Federal Bank	295.62	15.07	-
From Banks (Overdraft)			
Karar Myra Bank	1,000.00	1,749.56	-
Federal Bank	-	483.00	-
Loans From Related Parties			
Perpetual Debt Instrument	332.07	332.07	300.00
Total	19,271.94	18,476.41	8,306.48
Borrowings in India	19,271.94	18,476.41	8,306.66
Borrowings outside India	-	-	-
Total	19,271.94	18,476.41	8,306.66

Ramini

A. H. H. H.

Ramini

Prasanna





At Testimonial/Qualification of Assets/CFR

Name of the Financial Institution	Security	Nature of Loan	Interest Rate	Other Terms
State Bank of India	Primary Security - First charge over all movable assets and current assets, including bank deposits and receivables, cash and bank balances, loans and advances, bonds, present and future, of the Company on pari-passu basis with the Secured Creditors including debenture holders and other banks, hypothecation of Receivables of standard assets and all include receivables of assets which are covered Personal guarantee of Matthew Mathias, Anand Mathew, Rich Mathew. Cash collateral of Rs.5,00,00,000 secured by life insurance Deposit	Cash Credit	9.85%	On Demand
State Bank of India		Foreign Currency Term Loan	8.99%	13 quarterly installments equivalent to 13 40 lakhs to be paid in foreign currency and balance in the last quarter
State Bank of India		Foreign Currency Term Loan	8.20%	32 monthly installments equivalent to 1,150 lakhs and balance in the last month
Federal Bank	Term loans first charge by way of hypothecation of entire current assets of the company (present and future) including loans receivable, with secured debenture holders and other banks (Personal guarantee of Matthew Mathias, Anand Mathew, Rich Mathew)	Cash Credit	9.20%	On Demand
Federal Bank		Foreign Currency Term Loan	9.60%	22 equal quarterly installments
Federal Bank		Term Loan		8 equal quarterly installments and balance in the last quarter
South Indian Bank	1) Primary Security - First charge by way of hypothecation of entire current assets of the company (present and future) including loans receivable, with secured debenture holders and other banks (Personal guarantee of Matthew Mathias, Anand Mathew, Rich Mathew)	Term Loan	9.60%	
Karur Vysya Bank	1) Primary Security - First charge by way of hypothecation of the receivables of the Company including Gold Loan receivables both present and future, and other current assets of the Company with other secured lenders, except those specifically charged to any term lenders wherever under reference facility or otherwise (Net of NPA accounts) with a margin of 25% collateral of Rs. 600 units of Fixed Deposit with KVIC On Demand Collateral Security - Existing EM charge on commercial vacant land - Personal guarantee of Matthew Mathias, Anand Mathew, Rich Mathew.	Cash Credit	9.25%	On Demand
Karur Vysya Bank		Term Loan	10.20%	12 Quarterly installments without holiday period
Indian Overseas Bank	First Part - First charge on gold loan receivables and current assets of the company along with secured debenture holders and other banks (Personal guarantee of Matthew Mathias, Anand Mathew, Rich Mathew) with a margin of 25% collateral of Rs. 120 lakhs with RSB	Cash Credit	9.85%	On Demand

Matthew Mathias
Anand Mathew
Rich Mathew



Muthoot Mercantile Limited**Notes to the Standalone financial statements for the year ended 31-March-2024***(All amounts are in Lakhs of Indian Rupees unless otherwise stated)***21 Borrowings (Other than Debt Securities)****Term Loan (Secured)**

Details of rate of interest and maturity pattern as on the date of the balance sheet is as under:

As at 31-March-2024

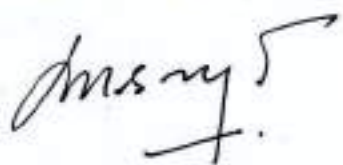
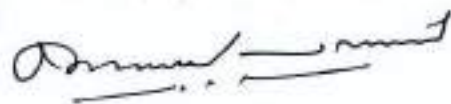
Repayable within	Rate of Interest			Total
	8.50%	9.60%	10.00%	
Due within 3-4 years	100.00	-	-	100.00
Due within 2-3 years	1,320.00	538.90	500.00	2,358.90
Due within 1-2 years	3,366.73	1,338.67	666.67	5,372.06
Due within 1 year	3,400.00	1,713.67	666.67	5,780.33
Grand Total	8,186.73	3,591.23	1,833.33	13,611.29

As at 31-March-2023

Repayable within	Rate of Interest		Total
	9.50%	10.60%	
Due within 4-5 years	213.88	-	213.88
Due within 3-4 years	1,120.00	-	1,120.00
Due within 2-3 years	3,450.00	-	3,450.00
Due within 1-2 years	3,400.00	375.00	3,775.00
Due within 1 year	2,905.00	750.00	3,655.00
Grand Total	11,088.88	1,125.00	12,213.88

As at 01-April-2022

Repayable within	Rate of Interest	
	9.50%	Total
Due within 4-5 years	879	878.91
Due within 3-4 years	1,200	1,200.00
Due within 2-3 years	1,200	1,200.00
Due within 1-2 years	1,200	1,200.00
Due within 1 year	1,040	1,040.00
Grand Total	5,518.91	5,518.91



Muthoot Mercantile Limited

Notes to the Standalone financial statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

22 Subordinate Liabilities

	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
At Amortised Cost			
Subordinated debt from Others	20,978.08	20,123.55	15,062.54
Total	20,978.08	20,123.55	15,062.54
Borrowings in India	20,978.08	20,123.55	15,062.54
Borrowings outside India			
Total	20,978.08	20,123.55	15,062.54

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Muthoot Mercantile Limited
Notes to the Standalone financial statements for the year ended 31-March-2024
 (All amounts are in Lakhs of Indian Rupees unless otherwise stated)

2.2 Subordinate Liabilities(contd.)

B) Subordinated debt from others(Unsecured)
 Subordinated debt have a face value of ₹ 1,000/- each. Details of rate of interest and maturity pattern as on the date of the balance sheet is as under:

As at 31-Mar-2024

Redeemable at par within	Rate of Interest						Total	
	<10%		≥ 10% < 11%		≥ 11%		Number	Amount
	Number	Amount	Number	Amount	Number	Amount		
Due within 4-5 years	-	-	1,00,565	1,00,055	29,446	294.46	-	1,300
Due within 3-4 years	80,094	954.94	2,30,599	2,305.99	1,34,898	1,968.91	5,14,551	5,060
Due within 2-3 years	61,770	617.70	2,30,717	2,307.17	31,171	511.71	3,18,655	3,517
Due within 1-2 years	2,05,732	2,052.22	3,22,292	3,222.92	95,205	952.05	5,40,699	6,257
Due within 1 year	48,805	488.05	2,35,348	2,353.48	2,00,338	2,003.38	7,21,903	4,895
Grand Total	3,99,291	3,992.91	31,27,461	11,274.61	5,71,056	5,710.56	20,97,808	26,978.08

As at 31-Mar-2023

Redeemable at par within	Rate of Interest						Total	
	<10%		≥ 10% < 11%		≥ 11%		Number	Amount
	Number	Amount	Number	Amount	Number	Amount		
Due within 4-5 years	80,094	804.94	2,30,699	2,304.99	1,99,908	1,949.08	5,04,101	5,061.03
Due within 3-4 years	61,770	617.70	2,38,797	2,387.17	51,171	511.71	3,51,658	3,516.58
Due within 2-3 years	2,08,222	2,082.22	3,22,292	3,222.92	95,205	952.05	6,25,719	6,257.19
Due within 1-2 years	48,805	488.05	2,35,348	2,353.48	2,00,336	2,003.36	6,84,489	4,844.89
Due within 1 year	16,025	160.25	-	-	27,553	275.53	44,388	443.88
Grand Total	4,16,816	4,161.16	10,27,036	10,270.56	5,69,181	5,691.83	20,12,355	20,123.55

As on 01-April-2022

Redeemable at par within	Rate of Interest						Total	
	<10%		≥ 10% < 11%		≥ 11%		Number	Amount
	Number	Amount	Number	Amount	Number	Amount		
Due within 4-5 years	61,770	617.70	2,38,717	2,387.17	51,171	511.71	3,51,658	3,516.58
Due within 3-4 years	2,08,222	2,082.22	3,22,292	3,222.92	95,205	952.05	6,25,719	6,257.19
Due within 2-3 years	98,805	988.05	2,35,348	2,353.48	2,00,336	2,003.36	4,84,489	4,844.89
Due within 1-2 years	16,025	160.25	-	-	27,563	275.63	44,388	443.88
Grand Total	3,35,622	3,356.22	7,98,357	7,983.57	3,74,275	3,742.75	15,06,254	15,062.54



Amitha
Elatha

Prasanna
Prasanna



Muthoot Mercantile Limited
Notes to the Standalone financial statements for the year ended 31-March-2024
(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

2.3 Equity Share Capital

	As at 31-March-2024		As at 31-March-2023		As at 01-April-2022	
	No. of Shares	Amount	No. of Shares	Amount	No. of Shares	Amount
Authorised						
5,50,00,000 (Previous Year: 5,50,00,000) equity shares of ₹10/- each	5,50,00,000	5,500.00	5,50,00,000	5,500.00	5,50,00,000	5,500.00
Total	5,50,00,000	5,500.00	5,50,00,000	5,500.00	5,50,00,000	5,500.00
Issued and subscribed						
3,64,18,747 (Previous Year: 2,94,18,750) equity shares of ₹10/- each	3,64,18,747	3,641.87	2,94,18,750	2,941.88	2,94,18,750	2,941.88
Fully Paid-up						
Equity Shares, ₹ 10/- par value per share	3,64,18,747	3,641.87	2,94,18,750	2,941.88	2,94,18,750	2,941.88
Forfeited Shares						
Total	3,64,18,747	3,641.87	2,94,18,750	2,941.88	2,94,18,750	2,941.88

23.1 Reconciliation of the Number of Equity Shares outstanding

The reconciliation of the number of equity shares outstanding and the corresponding amount thereof, as at the Balance Sheet date is set out below:

	As at 31-March-2024		As at 31-March-2023		As at 01-April-2022	
	No. of Shares	Amount	No. of Shares	Amount	No. of Shares	Amount
Equity Shares						
At the beginning of the year	2,94,18,750	2,941.875	2,94,18,750	2,941.875	2,94,18,750	2,941.875
Add: Issued during the year	69,99,997	700.000	-	-	-	-
At the end of the year	3,64,18,747	3,641.875	2,94,18,750	2,941.875	2,94,18,750	2,941.875

23.2 Rights, preferences and restrictions in respect of each class of shares

The company has only one class of equity shares having a par value of ₹10/- per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

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23.3 Details of Shareholders holding more than 5% of the equity shares each, are set out below:

Name of the shareholder (Promotor)	As at 31-March-2024			As at 31-March-2023			As at 01-April-2022		
	No. of Shares	% of Shareholding	No. of Shares	% of Shareholding	No. of Shares	% of Shareholding	No. of Shares	% of Shareholding	
M. Mathew	1,30,61,100	35.80%	1,05,51,642	35.60%	1,43,67,300	40.04%			
Rishi Mathew	1,30,07,317	35.72%	1,05,07,198	35.72%	1,05,07,398	35.72%			
Reena Verghese	80,48,545	22.10%	65,01,545	22.10%	44,49,681	15.13%			
Asha Rishi Mathew	21,85,125	6.00%	17,65,125	6.00%	331	0.001%			

As per records of the company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

23.4 Details of Shares held by promoters at the end of the year

Promoter name	Shares held by promoters at the end of the year			% Change during the year
	No. of Shares	% of total shares	% of total shares	
N. Mathew	1,30,61,100	35.804%	35.804%	0.00%
Anmini Mathew	1,16,241	0.319%	0.319%	0.00%
Reena Verghese	80,48,545	22.100%	22.100%	0.00%
Rishi Mathew	1,30,07,317	35.718%	35.718%	0.00%
Asha Rishi Mathew	21,85,125	6.000%	6.000%	0.00%
Total	3,04,18,328	99.999%	99.999%	NIL

AS AT 31-MAR-2023

Promoter name	Shares held by promoters at the end of the year			% Change during the year
	No. of Shares	% of total shares	% of total shares	
M. Mathew	2,05,50,642	33.864%	33.864%	-26.56%
Anmini Mathew	93,899	0.319%	0.319%	NIL
Reena Verghese	65,01,545	22.100%	22.100%	46.11%
Rishi Mathew	1,05,07,198	35.718%	35.718%	NIL
Asha Rishi Mathew	17,65,125	6.000%	6.000%	533179%
Total	2,94,18,409	99.999%	99.999%	NIL

AS AT 01-APRIL-2022

Promoter name	Shares held by promoters at the end of the year			% Change during the year
	No. of Shares	% of total shares	% of total shares	
M. Mathew	1,43,67,300	48.837%	48.837%	NIL
Anmini Mathew	93,899	0.319%	0.319%	NIL
Reena Verghese	44,49,681	15.125%	15.125%	NIL
Rishi Mathew	1,05,07,398	35.718%	35.718%	NIL
Total	2,94,18,078	99.998%	99.998%	NIL



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Muthoot Mercantile Limited**Notes to the Standalone financial statements for the year ended 31-March-2024***(All amounts are in Lakhs of Indian Rupees unless otherwise stated)***24 Other Equity**

	As at 31-March-2024	As at 31-March-2023
Statutory Reserve (pursuant to Section 45IC of the Reserve Bank of India Act, 1934)		
Opening balance	2,877.87	2,511.87
Add: Transfer from retained earnings	305.92	366.00
Closing balance	<u>3,383.78</u>	<u>2,877.87</u>
Capital Redemption Reserve		
Opening balance	2,280.63	2,280.63
Closing balance	<u>2,280.63</u>	<u>2,280.63</u>
Impairment Reserve		
Opening balance	154.06	62.51
Add: Transferred from statement of Profit and loss account	157.06	91.55
Closing balance	<u>311.92</u>	<u>154.06</u>
Retained Earnings		
Opening balance	5,063.28	3,751.26
Add: Profit for the year	2,519.60	1,769.57
Add: Other Comprehensive Income (net of tax)		
Add: Income Tax adjustment for Earlier years		
Add/ Less: Appropriations		
Transferred to Statutory Reserve	505.92	366.00
Transferred to Impairment Reserve	157.06	91.55
Total appropriations	<u>663.78</u>	<u>457.55</u>
Closing balance	<u>6,919.10</u>	<u>5,963.28</u>
Other Comprehensive Income		
Balance as per last financial statements	8.87	8.93
Add: Additions during the period	11.77	(0.06)
Net surplus in the statement of profit and loss	<u>20.64</u>	<u>8.87</u>
Total	<u>12,916.07</u>	<u>10,384.71</u>

(i) Statutory Reserve:

Transfer of 20% of the profit after tax before re-measurement adjustments on transition to Ind AS, if any, to the statutory reserves in accordance with the provision of Section 45-3C of the RBI Act, 1934.

The conditions and restrictions for distribution attached to Special Reserve is as follows:

No appropriation of any sum from the reserve fund shall be made by the Company except for the purpose as may be specified by the RBI from time to time and every such appropriation shall be reported to the RBI within twenty-one days from the date of such withdrawal. RBI may, in any particular case and for sufficient cause being shown, extend the period of twenty one days by such further period as it thinks fit or condone any delay in making such report.

(ii) Capital Redemption Reserve:

This reserve created on account of buyback of equity shares during the financial year 2016-17.

(iii) Impairment Reserve:


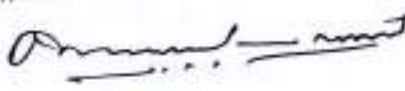
Where impairment allowance under Ind AS 109 is lower than the provisioning required under IRACP (including standard asset provisioning), the differential amount is transferred to impairment reserve. The balance in the impairment reserve shall not be reckoned for regulatory capital.

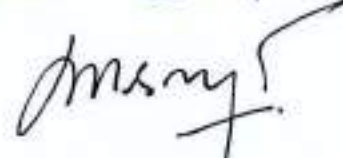

(iv) Retained Earnings:



This reserve represents the cumulative profits of the Company. This can be utilised in accordance with the provisions of the Companies Act, 2013.

(v) Other comprehensive income:

Other items of other comprehensive income consist of remeasurement of net defined benefit liability/asset.

Muthoot Mercantile Limited

Notes to the Standalone financial statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

25 Revenue from operations

(I) Interest Income:

	For the year ended 31-March-2024			For the year ended 31-March-2023		
	On Financial Assets measured at fair value through OCI	On Financial Assets measured at Amortised Cost	Interest Income on Financial Assets classified at fair value through profit or loss	On Financial Assets measured at fair value through OCI	On Financial Assets measured at Amortised Cost	Interest Income on Financial Assets classified at fair value through profit or loss
Interest on Loans	-	12,777.58	-	-	9,310.02	-
Total	-	12,777.58	-	-	9,310.02	-

(II) Fees and Commission Income

	As at 31-March-2024	As at 31-March-2023
Service Charges Received	213.04	108.27
Commission Received	2.38	12.69
Total	215.42	120.96

26 Other Income

Particulars	As at 31-March-2024	As at 31-March-2023
Interest on Treasury deposit	3.13	1.89
Interest on Fixed deposit with banks	126.18	14.80
Rent Received	18.79	15.68
Gain on sale of mutual fund	8.62	3.41
Interest Income on Lease	14.65	11.30
Miscellaneous Income	13.55	-
Total	184.91	47.24



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Muthoot Mercantile Limited

Notes to the Standalone financial statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

27 Finance Costs

	As at 31-March-2024		As at 31-March-2023	
	On Financial liabilities measured at fair value through profit or loss	On Financial liabilities measured at Amortised Cost	On Financial liabilities measured at fair value through profit or loss	On Financial liabilities measured at Amortised Cost
Interest on Debenture	867.09	-	485.95	-
Interest on Subordinate Debts	2,197.39	-	1,762.94	-
Interest on Bank borrowings	1,549.38	-	987.06	-
Interest on Loan from director	3.56	-	-	-
Interest on Perpetual Debt Instrument	34.28	-	36.00	-
Interest on shortfall in payment of advance income tax	2.77	-	-	-
Interest on Lease Liability	432.51	-	380.89	-
Effective Interest Rate Written Off	93.92	-	-	-
Loss on account of exchange rate fluctuation	81.67	-	11.08	-
Total	5,262.96	-	3,663.91	-

28 Employee Benefits Expenses

	As at 31-March-2024	As at 31-March-2023
Salaries and wages	2,507.80	1,984.49
Contribution to provident and other funds	45.13	39.42
Total	2,552.92	2,023.92

29 Impairment on Financial Instruments (net)

	As at 31-March-2024		As at 31-March-2023	
	On Financial Instruments measured at fair value through OCI	On Financial Instruments measured at Amortised Cost	On Financial Instruments measured at fair value through OCI	On Financial Instruments measured at Amortised Cost
Loans	-	182.38	-	15.94
Total	-	182.38	-	15.94

29.1 Impairment on Loans

	As at 31-March-2024		As at 31-March-2023	
	On Financial Instruments measured at fair value through OCI	On Financial Instruments measured at Amortised Cost	On Financial Instruments measured at fair value through OCI	On Financial Instruments measured at Amortised Cost
Provision for Impairment	-	182.38	-	15.94
Total	-	182.38	-	15.94

30 Depreciation and amortization expense

	As at 31-March-2024	As at 31-March-2023
Depreciation of tangible assets	237.53	203.39
Depreciation of right-of-use asset	625.63	536.79
Amortization of intangible assets	0.45	0.22
Total	863.60	739.99









Mulhooth Mercantile Limited

Notes to the Standalone financial statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

31 Administrative and Other Expenses

	As at 31-March-2024	As at 31-March-2023
Electricity Charges	64.88	51.80
Rent	67.79	29.82
Rates and taxes	15.87	7.03
Insurance	42.14	17.99
Repairs and maintenance	34.28	33.78
Computer maintenance and services	5.39	4.32
Corporate Social Responsibility Expenditure	45.54	35.24
Advertising and sales promotion	89.29	24.59
Travelling and conveyance	80.02	76.43
Telephone Charges	36.42	35.83
Printing and stationery	51.59	60.90
Office expenses	169.27	123.97
Bank charges	111.46	118.27
Professional charges	185.72	36.80
Refreshment Expenses	2.62	1.05
Donation	8.04	0.02
Lease Line Charges	9.10	
Total	1,010.44	657.13


31.1 Professional charges include payment to auditors(Excluding GST):

	As at 31-March-2024	As at 31-March-2023
as auditor	3.00	2.40
for taxation matters	1.00	1.00
for company law matters	-	-
for other services	2.52	-
for reimbursement of expenses	-	-
Total	6.52	3.40

31.2 Corporate Social Responsibility Expenses

	As at 31-March-2024	As at 31-March-2023
Amount required to be spent by the company during the year	45.05	34.95
Amount of expenditure incurred	45.54	35.24
Shortfall at the end of the year	-	-
Total of previous years shortfall	-	-
Reason for shortfall		
Nature of CSR activities	Amount distributed for Covid 19 relief/Post Covid 19 Relief	Amount distributed for Covid 19 relief
Details of related party transactions	NIL	NIL

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Muthoot Mercantile Limited

Notes to the Standalone financial statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

32 Earnings Per Share (EPS) - The numerators and denominators used to calculate Basic and Diluted EPS

		As at 31-March-2024	As at 31-March-2023
Profit after Tax attributable to the Equity Shareholders	(A)		
Basic and Diluted		3,319.68	1,769.57
Number of Equity Shares at the beginning of the year		2,94,18,750	2,94,18,750
Number of Equity Shares issued during the year		69,91,997	-
Number of Equity Shares at the end of the year	(B)	3,64,18,747	2,94,18,750
Weighted average number of Equity Shares outstanding during the year	(C)	3,05,56,256	2,94,18,750
Nominal Value of each Equity Share (₹)		10	10
Basic Earnings per Share (₹)	(A/B)	8.25	6.02
Diluted Earnings per Share (₹)	(A/C)	8.25	6.02

33 Contingent Liabilities and Commitments (To the extent not provided for)

	As at 31-March-2024	As at 31-March-2023
Contingent Liabilities		
(a) Claims against the Company not acknowledged as debts: - Demand from Income Tax Department- TDS Default*	3.69	4.74
(b) Guarantees excluding financial guarantees; and	-	-
(c) Other money for which the company is contingently liable	-	-
Total	3.69	4.74
Commitments		
(a) Estimated amount of contracts remaining to be executed on capital account and not provided for;	4.20	12.21
(b) Uncalled liability on shares and other investments partly paid	-	-
(c) Other Commitments	-	-

*The Income Tax Department raised demand of ₹ 9,69,290.62/- on account of TDS default for the financial years 2007-08 to 2023-24. This happens due to clerical error in quarterly TDS returns and the company proposes to revise the return to abolish errors. Since the company doesn't expect any liability after revising the return, no provision has been made in the books of accounts of the company.

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MUTHOOT MERCANTILE LIMITED**Notes to the Standalone financial statements for the year ended 31-March-2024***(All amounts are in Lakhs of Indian Rupees unless otherwise stated)***34 Income Tax**

The components of income tax expense for the year ended 31 March 2024 and year ended 31 March 2023 are:

	For the year ended 31-March-2024	For the year ended 31-March-2023
Current tax	930.86	677.28
Adjustment in respect of current income tax of prior years	-	(0.03)
Deferred tax relating to origination and reversal of temporary differences	(64.86)	(69.49)
Total tax charge	866.00	607.75
Current tax	930.86	677.24
Deferred tax	(64.86)	(69.49)

Reconciliation of Income tax expense:

	For the year ended 31-March-2024	For the year ended 31-March-2023
Accounting profit before tax as per Ind AS	3,385.60	2,377.32
Add/(Less) : Ind AS Adjustments on PBT		
Accounting profit before tax for IT Computation	3,385.60	2,377.32
Allowances / Disallowances and other adjustments (Net)	312.97	223.01
Adjusted profit / (Loss) before tax for Income Tax	3,698.57	2,600.33
Current Tax as per Books		
Tax at Normal Rate (Effective rate of 25.17%, March 2023: 25.17%)	930.86	677.28
Adjustment of prior year tax / MAT Credit		
Total Tax as given in Books	930.86	677.28
All India Statutory income tax rate of 25.17%, March 2023: 25.17%	930.86	677.28



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Mangal

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Director



MUTHOOT MERCANTILE LIMITED

Notes to the Standalone financial statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

35 Retirement Benefit Plan

Defined Contribution Plan

The Company makes Provident Fund and Employee State Insurance Scheme contributions which are defined contribution plans, for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognized ₹4,95,494/- (Previous Year: ₹3,79,977/-) (Preceding previous year: ₹ 3,03,073/-) for Employee State Insurance Scheme contributions and ₹40,17,471/- (Previous Year: ₹35,62,323/-) (Preceding Previous year : ₹ 31,31,912/-) for Provident Fund contributions in the Statement of Profit and Loss. The contributions payable to these plans by the Company are at rates specified in the rules of the Schemes.

Defined Benefit Plan

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service.


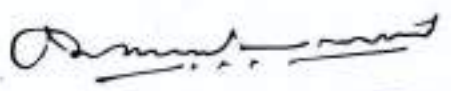
i) Gratuity

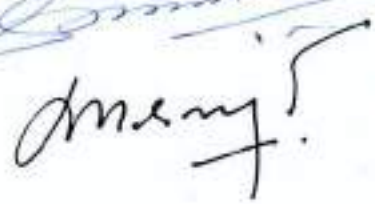

Actuarial assumptions	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
Mortality table	IALM 2012-14 (B)	IALM 2012-14 (B)	IALM 2012-14 (B)
Superannuation age	58 Years	58 Years	58 Years
Early retirement and disbursement	None	None	None
Discount rate	7.20%	7.50%	6.30%
Inflation rate	7%	7%	7.00%
Return on asset	N/A	N/A	N/A
Remaining working life	4.9	4.9	4.9
Formula used	Projected unit credit Method with control period of one year	Projected unit credit Method with control period of one year	Projected unit credit Method with control period of one year



Reconciliation of PBO	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
Projected Benefit Obligation at Beginning of Year	113.37	96.63	103.02
Current Service Cost	24.14	22.59	15.54
Interest Cost	10.31	7.27	7.23
Contributions by plan participants	-	-	-
Actuarial (Gain)/Loss due to change in assumptions and experience deviation	(17.10)	4.09	(11.93)
Foreign currency exchange rate changes on plans measured in a currency different from the enterprise's reporting currency	-	-	0.00
Benefits Paid	(12.80)	(17.22)	(17.23)
Past service cost	-	-	-
Amalgamations	-	-	-
Curtailments	-	-	-
Settlements	-	-	-
Projected Benefit Obligation at End of Year	117.92	113.37	96.63

Changes in fair value of plan assets
Not applicable as scheme is unfunded

Funded status
Not applicable as scheme is unfunded

MUTHOOT MERCANTILE LIMITED

Notes to the Standalone financial statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

35 Retirement Benefit Plan (Contd.)

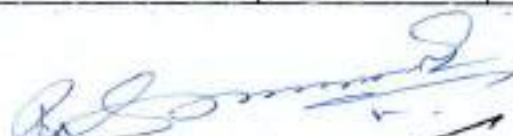
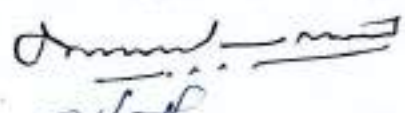
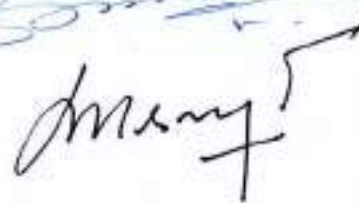

Amount to be Recognised in Balancesheet:	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
Projected Benefit Obligation at End or year	117.92	113.37	96.63
Ending Asset:	-	-	-
Funded Status asset / (liability)	(117.92)	(113.37)	(96.63)
Unrecognised post service cost - non vested benefits (-)	-	-	-
Liability(-)/Asset(+) recognised in Balance Sheet	(117.92)	(113.37)	(96.63)

Statement of Profit/Loss	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
Current service cost	24.14	22.59	15.54
Interest cost	10.31	7.27	7.23
Expected return of plan asset	-	-	-
Curtailment cost	-	-	-
Net actuarial (gain)/loss to be recognised in year	-	-	-
Past Service Cost Recognised	-	-	-
Effect of Curtailments	-	-	-
Income (-)/Expense(+) recognised in the statement of P&L	34.45	29.87	22.77
Current Liability	21.86	26.90	23.02
Non-Current Liability	96.06	86.46	73.61

Further Reconciliation	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
Expenses As above	34.45	29.87	22.77
Less ER Contribution/Direct benefits paid	(12.80)	(17.22)	(17.23)
Less included in OCI	(17.10)	4.09	(11.93)
Balance to be recognised in P&L	4.55	16.74	(6.39)
Increase in Funded Status	(4.55)	(16.74)	6.39
Actuarial gain/(loss) due to assumption changes	(1.79)	8.17	-
Experience adjustments(Gain/(Loss)); Liability	18.89	(12.26)	11.93
Total Actuarial gain/(loss) : liability	17.10	(4.09)	11.93
Asset gain / (loss)	-	-	-
Total gain / (loss)	17.10	(4.09)	11.93

Amounts recognised in Other Comprehensive Income	As at 31-March-2024	As at 31-March-2023	As at 01-April-2022
Actuarial gain / (loss) due to assumption changes	(1.79)	8.17	-
Experience adjustments(Gain/(Loss)); Liability	18.89	(12.26)	11.93
Total Actuarial gain/(loss) on liability side	17.10	(4.09)	11.93
Asset gain / (loss)	-	-	-
Total to be recognised in OCI for the year	17.10	(4.09)	11.93
Total b/b/balance [gains/(loss)]	7.84	11.93	-
Total recognised in OCI at EnY	24.94	7.84	11.93





MUTHOOT MERCANTILE LIMITED

Notes to the Standalone financial statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

35 Retirement Benefit Plan (Contd.)

<i>Sensitivity Analysis (Proj. Ben. Obligations)</i>	<i>As at 31-March-2024</i>	<i>As at 31-March-2023</i>	<i>As at 01-April-2022</i>
Current year basis	117.92	113.37	96.63
Last years basis	116.13	121.54	96.63
Discount rate increased by 0.25%	116.43	112.02	95.45
Discount rate decreased by 0.25%	119.45	114.75	97.04
Salary Escalation rate increased by 2%	129.87	124.07	105.94
Salary Escalation rate decreased by 2%	107.70	104.19	88.66
Employee Turnover rate increased by 2%	113.38	109.71	93.92
Employee Turnover rate decreased by 2%	123.00	117.43	99.85

<i>Categories of Plan Assets</i>	<i>As at 31-March-2024</i>	<i>As at 31-March-2023</i>	<i>As at 01-April-2022</i>
Government of India Securities	0%	0%	0%
High quality corporate bonds	0%	0%	0%
Equity shares of listed companies	0%	0%	0%
Property	0%	0%	0%
Funds managed by Insurer	0%	0%	0%

<i>Details of experience adjustment on plan assets and liabilities</i>	<i>As at 31-March-2024</i>	<i>As at 31-March-2023</i>	<i>As at 01-April-2022</i>
FY 2025	21.06	26.90	23.02
FY 2026	11.91	10.66	18.15
FY 2027	11.02	11.05	8.33
FY 2028	12.30	12.00	9.21
FY 2029	16.08	11.56	5.67
FY 2030-2034	61.32	59.17	45.26



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MUTHOOT MERCANTILE LIMITED
Notes to the Shareholders financial statements for the year ended 31-March-2024
 (All amounts are in Lakhs of Indian Rupees unless otherwise stated)

26. Maturity analysis of Assets and Liabilities -
 The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled.

Particulars	31-March-2024		31-March-2023		31-April-2022	
	Within 12 months	Total	Within 12 months	After 12 months	Within 12 months	After 12 months
Assets						
Financial Assets						
Cash and Cash Equivalents	1,66,271	1,66,271	6,53,356	-	3,46,419	3,46,419
Bank Balance other than above	2,29,661	2,29,661	83,018	-	18,211	18,211
Loans	66,139,05	66,139,05	30,66,717	-	22,19,600	31,19,480
Investments	-	-	-	-	-	3,10,136
Other Financial Assets	4,46,628	4,46,628	5,01,357	-	2,29,114	2,29,114
Total (A)	73,927,44	73,927,44	92,974,54	-	48,73,432	48,73,432
Non-Financial Assets						
Land and assets held	795,09	795,09	-	649,01	644,81	638,63
Deferred Tax Assets (Net)	246,79	246,79	-	507,28	133,74	133,74
Property, Plant and Equipment	642,01	642,01	-	579,42	423,90	423,90
Right of Use Asset	4,178,29	4,178,29	-	5,024,91	3,699,41	3,699,41
Other Intangible Assets	1,57	1,57	-	0,87	0,97	0,97
Other Non-Financial Assets	145,23	145,23	21,41	-	23,41	23,41
Total (B)	4,96,706	4,96,706	24,43	6,196,99	4,081,94	4,081,94
Total Assets (A+B)	74,894,10	74,894,10	93,295,58	6,196,99	52,816,36	52,816,36
Liabilities						
Financial Liabilities						
Trade Payables	23,02	23,02	8,59	-	17,28	17,28
(A) Loan receivable from associates, related parties and joint ventures and (B) loan receivable from other parties	95,79	95,79	17,45	-	95,15	95,15
Bank overdrafts	1,77,834	1,77,834	238,78	6,791,67	716,58	1,746,80
Borrowings	2,151,148	2,151,148	9,015,54	0,952,08	10,871,31	8,718,92
Subordinate Liabilities -	4,81,49	4,81,49	38,979,87	-	15,682,34	15,682,34
Lease Liability	4,821,92	4,821,92	4,22,648	-	4,00	3,794,87
Other Financial Liabilities	1,32,091	1,32,091	394,51	1,827,78	245,52	1,272,29
Total (C)	15,135,92	15,135,92	18,816,64	9,625,45	20,504,87	20,504,87
Non-Financial Liabilities						
Provisions	910,96	910,96	4,044,38	11,137	654,11	96,43
Other Non-Financial Liabilities	31,74	31,74	45,30	-	77,83	77,83
Total (D)	942,70	942,70	4,089,68	11,137	732,94	174,26
Total Liabilities (C+D)	16,078,62	16,078,62	22,906,32	9,636,59	21,237,81	21,679,13
Net	58,815,48	58,815,48	70,389,26	6,160,40	31,578,55	31,137,23

27. Changes in Liabilities arising from Financing Activities

Particulars	At 31-March-2023		At 31-March-2024	
	Cash Flows	Other	Cash Flows	Other
Bank Securities	5,12,045	8,92,617	14,02,642	-
Borrowings (Other than Trade Securities)	16,774,41	207,52	19,21,594	-
Subordinate Liabilities	25,113,35	864,81	-	30,07,108
Total	47,009,81	9,058,19	33,244,236	30,071,08
Particulars	At 31-March-2022		At 31-March-2023	
Bank Securities	4,482,18	64,237	5,139,46	-
Borrowings (Other than Trade Securities)	1,28,646	30,167,79	16,474,41	-
Subordinate Liabilities	31,662,14	3,963,01	26,122,55	-
Total	36,426,88	34,195,03	27,736,46	34,611,46



Prasanna Kumar
Harish

Prasanna Kumar
Mrs. M. S. M. S.



Prasanna Kumar

MUTHOOT MERCANTILE LIMITED

Notes to the Standalone financial statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

38 Related Parties Disclosures
Name of related parties

Associates/Enterprises owned or significantly influenced by key management personnel/ Director or their relatives

- Muthoot Computer Software Development and Research Institute Private Limited
- Richi Mathew Software Technologies Limited
- Richi Mathew Securities Limited
- Muthoot Mercantile Nidhi Limited
- Muthoot Syndicate Nidhi Limited
- Muthoot M Ninan Memorial Charitable Society
- Muthoot Mrs. Accama Ninan Memorial Charitable Society

Key Management Personnel/ Director or their relatives

- Richi Mathew (Managing Director)
- M Mathew (Chairman and Wholetime Director)
- Ammini Mathew(Wholetime Director)
- Asha Richi Mathew (Director)
- Justin D(Director - Independent and non executive)
- Antony Robert John(Director -Independent and non executive)
- Neelakandan Madaswamy(Independent Director-Resigned on 31-03-2023)
- Reena Verghese(Director resigned on 8-08-2022)
- Chandrasekharan Nair(Independent Director-Resigned on 3-10-2022)
- Aswathy Pradeep (Company Secretary-Resigned on 30-11-2022)
- Neethu C Biju (Company Secretary)
- M R Rajeev (Chief Financial Officer)
- Nikita Elisabeth Verghese (Daughter of Reena Verghese-relative of M Mathew))
- Giselle Richi (Daughter of Richi Mathew)
- Gabriela Ninan Richi (Daughter of Richi Mathew)
- Nimisha Elisabeth Verghese (Daughter of Reena Verghese- relative of M Mathew))

Richi Mathew

Ammini Mathew

Asha Richi Mathew

Justin D



MUTHOOT MERCANTILE LIMITED
Notes to the Standalone financial statements for the year ended 31-March-2024
 (All amounts are in Lakhs of Indian Rupees unless otherwise stated)

38 Related Parties Disclosures (Cont'd)

Particulars	Associates / Enterprises owned or significantly influenced by key management personnel / Director or their relatives		Key Management Personnel / Director or their relatives			Total	
	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	01-Apr-22	31-Mar-23	01-Apr-22
Expenses recorded in the books:							
Rent							
M Mathew	-	-	0.42	0.89	0.00	0.00	0.00
Aravind Mathew	-	-	0.42	0.80	0.00	0.00	0.00
Muthoot Synthcast Nisha Limited	31.040	-	-	-	-	-	-
Other Expenses-Allocations	-	-	-	-	-	-	-
Muthoot Synthcast Nisha Limited	119.75	-	-	-	-	-	-
Remuneration							
M Mathew	-	-	24.00	20.00	-	20.00	-
Rishi Mathew	-	-	75.00	60.00	31.00	60.00	30.00
Aravind Mathew	-	-	24.00	21.00	21.00	24.00	24.00
Ashu Rishi Mathew	-	-	12.00	10.00	-	10.00	-
Aravind Pradeep	-	-	-	3.29	6.45	-	6.45
M R Rajeev	-	-	22.17	16.15	11.55	16.15	11.55
Nandini C Biju	-	-	6.91	1.71	-	1.71	-
Commission							
M Mathew	-	-	99.61	-	-	99.61	-
Rishi Mathew	-	-	99.61	-	-	99.61	-
Director's Sitting Fee							
M Mathew	-	-	1.15	0.70	-	0.70	-
Rishi Mathew	-	-	1.15	0.40	-	0.40	-
Ashu Rishi Mathew	-	-	1.15	0.60	-	0.60	-
Aravind Mathew	-	-	1.15	0.70	-	0.70	-
Nandakandan Madhavan	-	-	-	0.20	-	0.20	-
Chacko Justin	-	-	0.85	0.10	-	0.10	-
Ritesh Veeghse	-	-	-	0.20	-	0.20	-
Aravind Robert John	-	-	0.85	-	-	-	-
Gratuity Paid							
Rishi Mathew	-	-	-	19.80	-	19.80	-
Interest on Perpetual Debt Instrument							
M Mathew	-	-	34.28	36.00	36.00	36.00	36.00
Interest paid on Loan from Directors							
M Mathew	-	-	3.62	-	2.47	-	-
Aravind Mathew	-	-	0.34	-	0.34	-	-



Aravind Mathew
Aravind Mathew

Aravind Mathew
Aravind Mathew



Aravind Mathew

MUTHOOT MERCANTILE LIMITED

Notes to the Standalone financial statements for the year ended 31-March-2024
(All amounts are in Crores of Indian Rupees unless otherwise stated)

30 Related Parties Disclosures (Cont'd)

Particulars	Associations / Enterprises owned or significantly influenced by key management personnel, Director or their relatives				Key Management Personnel/Director or their relatives				Total
	31-Mar-24	31-Mar-23	01-Apr-22		31-Mar-24	31-Mar-23	01-Apr-22	31-Mar-23	
Interest paid on Debentures									
Nikita Elizabeth Vejjase	-	-	-	-	0.46	0.47	0.52	0.47	0.52
Asha Rich Mathew	-	-	-	-	2.30	2.28	1.79	2.28	1.79
M Mathew	-	-	-	-	0.02	-	-	-	-
Interest paid on Subordinated Debts									
Nikita Elizabeth Vejjase	-	-	-	-	4.03	4.35	4.03	4.03	4.03
Guella Rich	-	-	-	-	3.43	1.41	1.39	1.43	1.29
Asha Rich Mathew	-	-	-	-	0.19	0.44	0.46	0.44	0.46
Hectora Vejjase	-	-	-	-	3.34	3.14	2.76	3.14	3.76
M Mathew	-	-	-	-	13.65	3.68	1.95	3.08	3.35
Anantini Mathew	-	-	-	-	4.14	1.21	-	-	-
Gabriela Anson Rich	-	-	-	-	1.16	0.55	0.55	0.55	0.55
Namitha Elizabeth Vejjase	-	-	-	-	4.29	4.17	4.17	4.27	4.27
Rich Mathew	-	-	-	-	0.68	-	-	-	-
Income recorded in the books									
Secular Income									
Muthoot Syndicate Nidhi Limited	16.71	15.88	-	15.44	-	-	-	15.68	15.44
Muthoot Mercantile Nidhi Limited	2.07	-	-	-	-	-	-	2.07	-
Balance outstanding as at the period end:									
Loan from Director									
M Mathew	-	-	-	-	-	-	-	-	-
Balance outstanding at the beginning	-	-	-	-	-	-	-	-	-
Amount Accepted	-	-	-	-	145.00	-	161.38	-	167.38
Amount Repaid	-	-	-	-	145.00	-	12.50	-	12.50
Balance outstanding at the year end	-	-	-	-	-	-	279.88	-	279.88
Anantini Mathew									
Balance outstanding at the beginning	-	-	-	-	-	-	-	-	-
Amount Accepted	-	-	-	-	10.00	-	-	-	-
Amount Repaid	-	-	-	-	10.00	-	-	-	-
Balance outstanding at the year end	-	-	-	-	-	-	-	-	-
Debentures									
Nikita Elizabeth Vejjase	-	-	-	-	5.10	6.30	16.50	6.50	16.50
Balance outstanding at the beginning	-	-	-	-	-	5.39	-	5.30	-
Amount Accepted	-	-	-	-	-	6.59	10.00	6.50	10.00
Amount Repaid	-	-	-	-	-	-	-	-	-
Balance outstanding at the year end	-	-	-	-	5.10	5.39	6.50	5.30	6.50

Anantini Mathew

Rich Mathew



MUTHOOT MERCANTILE LIMITED
Notes to the Standalone financial statements for the year ended 31-March-2024
(All amounts are in Crores of Indian Rupee unless otherwise stated)

38 Related Parties Disclosures (Cont'd)

Particulars	Associates / Enterprises owned or significantly influenced by key management personnel/Director or their relatives				Key Management Personnel/Director or their relatives				Total		
	31-Mar-24	31-Mar-23	01-Apr-22		31-Mar-24	31-Mar-23	01-Apr-22		31-Mar-24	31-Mar-23	01-Apr-22
Asha Richi Mathew											
Balance outstanding at the beginning	-	-	-	-	17.15	17.15	24.15	-	17.15	17.15	24.15
Amount Accepted	-	-	-	-	-	-	7.00	-	-	-	7.00
Amount Repaid	-	-	-	-	17.15	17.15	17.15	-	17.15	17.15	17.15
Balance outstanding at the year end	-	-	-	-	-	-	-	-	-	-	-
M Mathew											
Balance outstanding at the beginning	-	-	-	-	-	-	-	-	9.50	-	-
Amount Accepted	-	-	-	-	2.50	-	-	-	2.50	-	-
Amount Repaid	-	-	-	-	7.00	-	-	-	7.00	-	-
Balance outstanding at the year end	-	-	-	-	-	-	-	-	-	-	-
Subordinate Debt											
Nikita Elizabeth Verghese											
Balance outstanding at the beginning	-	-	-	-	35.59	35.59	26.19	-	35.59	35.59	35.59
Amount Accepted	-	-	-	-	-	-	-	-	-	-	-
Amount Repaid	-	-	-	-	1.49	-	-	-	1.49	-	-
Balance outstanding at the year end	-	-	-	-	34.11	35.59	31.50	-	34.10	35.59	35.59
Gayle Richi											
Balance outstanding at the beginning	-	-	-	-	12.95	12.95	1.00	-	12.95	12.95	9.89
Amount Accepted	-	-	-	-	-	-	1.15	-	-	-	3.15
Amount Repaid	-	-	-	-	0.50	-	-	-	0.50	-	-
Balance outstanding at the year end	-	-	-	-	12.45	12.95	12.95	-	12.45	12.95	12.95
Asha Richi Mathew											
Balance outstanding at the beginning	-	-	-	-	2.00	10.50	1.60	-	2.00	10.50	5.60
Amount Accepted	-	-	-	-	-	-	14.50	-	-	-	16.50
Amount Repaid	-	-	-	-	2.50	8.50	5.60	-	2.50	8.50	5.60
Balance outstanding at the year end	-	-	-	-	-	-	13.50	-	-	-	16.50
Reena Verghese											
Balance outstanding at the beginning	-	-	-	-	13.12	33.67	31.77	-	13.12	33.67	36.77
Amount Accepted	-	-	-	-	-	-	2.90	-	-	-	2.90
Amount Repaid	-	-	-	-	4.71	18.55	-	-	4.71	18.55	-
Balance outstanding at the year end	-	-	-	-	10.57	15.12	31.67	-	10.57	15.12	33.67
Gabriela Nilam Richi											
Balance outstanding at the beginning	-	-	-	-	10.00	5.00	5.00	-	10.00	5.00	5.00
Amount Accepted	-	-	-	-	-	-	-	-	-	-	-
Amount Repaid	-	-	-	-	-	-	-	-	-	-	-
Balance outstanding at the year end	-	-	-	-	10.00	5.00	5.00	-	10.00	5.00	5.00
Total											
					10.00	10.00	5.00	5.00	10.00	10.00	5.00



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MUTHOOT MERCANTILE LIMITED
Notes to the Standalone financial statements for the year ended 31-March-2024
 (All amounts are in Lakhs of Indian Rupees unless otherwise stated)

58. Related Parties Disclosures (Cont'd)

Particulars	Associates / Enterprises owned or significantly influenced by key management personnel/Director or their relatives				Key Management Personnel/Director or their relatives				Total	
	31-Mar-24	31-Mar-23	01-Apr-22		31-Mar-24	31-Mar-23	01-Apr-22		31-Mar-23	01-Apr-22
M Mathew										
Balance outstanding at the beginning	-	-	-	-	42.23	0.56	43.77	42.23	5.96	48.19
Amount Accepted	-	-	-	-	462.93	32.43	32.96	464.03	32.43	32.50
Amount Repaid	-	-	-	-	5.58	-	86.37	5.50	-	86.37
Balance outstanding at the year end	-	-	-	-	501.58	42.23	9.36	551.76	42.33	9.96
Armitha Elizabeth Verghese										
Balance outstanding at the beginning	-	-	-	-	10.85	38.95	16.95	38.95	38.95	38.95
Amount Accepted	-	-	-	-	-	-	-	-	-	-
Amount Repaid	-	-	-	-	-	-	-	-	-	-
Balance outstanding at the year end	-	-	-	-	10.85	38.95	16.95	38.95	38.95	38.95
Arvind Mathew										
Balance outstanding at the beginning	-	-	-	-	23.45	-	-	23.45	-	-
Amount Accepted	-	-	-	-	27.40	23.45	-	27.40	23.45	-
Amount Repaid	-	-	-	-	7.00	-	-	7.00	-	-
Balance outstanding at the year end	-	-	-	-	43.85	23.45	-	43.85	23.45	-
Rishi Mathew										
Balance outstanding at the beginning	-	-	-	-	15.00	-	-	15.00	-	-
Amount Accepted	-	-	-	-	-	-	-	-	-	-
Amount Repaid	-	-	-	-	15.00	-	-	15.00	-	-
Balance outstanding at the year end	-	-	-	-	-	-	-	-	-	-
Proprietary Debt Instrument										
M Mathew										
Balance outstanding at the beginning	-	-	-	-	300.00	300.00	300.00	300.00	300.00	300.00
Amount Accepted	-	-	-	-	-	-	-	-	-	-
Amount Repaid	-	-	-	-	300.00	300.00	300.00	300.00	300.00	300.00
Balance outstanding at the year end	-	-	-	-	-	-	-	-	-	-
Arvind Mathew										
Balance outstanding at the beginning	-	-	-	-	150.00	150.00	150.00	150.00	150.00	150.00
Amount Accepted	-	-	-	-	-	-	-	-	-	-
Amount Repaid	-	-	-	-	-	-	-	-	-	-
Balance outstanding at the year end	-	-	-	-	150.00	150.00	150.00	150.00	150.00	150.00
Armitha Elizabeth Verghese										
Balance outstanding at the beginning	-	-	-	-	0.85	0.20	2.94	0.85	0.39	1.94
Amount Accepted	-	-	-	-	7.77	5.48	3.20	7.77	5.48	3.20
Amount Repaid	-	-	-	-	0.19	-	-	0.19	-	-
Balance outstanding at the year end	-	-	-	-	8.43	5.68	6.14	8.43	5.87	5.14
Arvind Mathew										
Balance outstanding at the beginning	-	-	-	-	-	-	-	-	-	-
Amount Accepted	-	-	-	-	-	-	-	-	-	-
Amount Repaid	-	-	-	-	-	-	-	-	-	-
Balance outstanding at the year end	-	-	-	-	-	-	-	-	-	-
Proprietary Debt Instrument										
M Mathew										
Balance outstanding at the beginning	-	-	-	-	-	-	-	-	-	-
Amount Accepted	-	-	-	-	-	-	-	-	-	-
Amount Repaid	-	-	-	-	-	-	-	-	-	-
Balance outstanding at the year end	-	-	-	-	-	-	-	-	-	-
Armitha Elizabeth Verghese										
Balance outstanding at the beginning	-	-	-	-	-	-	-	-	-	-
Amount Accepted	-	-	-	-	-	-	-	-	-	-
Amount Repaid	-	-	-	-	-	-	-	-	-	-
Balance outstanding at the year end	-	-	-	-	-	-	-	-	-	-
Arvind Mathew										
Balance outstanding at the beginning	-	-	-	-	-	-	-	-	-	-
Amount Accepted	-	-	-	-	-	-	-	-	-	-
Amount Repaid	-	-	-	-	-	-	-	-	-	-
Balance outstanding at the year end	-	-	-	-	-	-	-	-	-	-

Armitha Elizabeth Verghese
Arvind Mathew

Armitha Elizabeth Verghese
Arvind Mathew



Armitha Elizabeth Verghese
Arvind Mathew

MUTHOOT MERCANTILE LIMITED

Notes to the Standalone financial statements for the year ended 31 March 2024
(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

38. Related Parties Disclosures (Cont'd)

Particulars	Associates / Enterprises owned or significantly influenced by key management personnel/Director or their relatives		Key Management Personnel/Director or their relatives				Total	
	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	01-Apr-22	31-Mar-24	31-Mar-23	01-Apr-22
Interest Payable on Subordinated Debts								
India Bioethel Veghase	-	-	35.67	11.02	7.90	15.07	15.92	7.90
Größe Richi	-	-	4.43	5.31	3.05	4.43	3.31	1.90
Asha Richi Mathew	-	-	0.05	0.04	0.29	0.05	0.04	0.29
Berna Veghase	-	-	4.58	4.78	6.00	4.26	4.78	6.00
M Mathew	-	-	32.34	5.31	0.51	12.14	3.31	0.51
Ammiri Mathew	-	-	3.00	0.96	-	3.99	0.96	-
Ninasha Bioethel Veghase	-	-	10.35	11.07	7.60	16.15	11.87	7.60
Gabriela Nirvan Richi	-	-	2.21	1.15	0.60	2.31	1.15	0.60
Richi Mathew	-	-	0.20	-	-	0.35	-	-
Rent Payable								
M Mathew (Including GST)	-	-	1.20	-	0.81	1.26	-	0.81
Ammiri Mathew	-	-	1.09	-	0.68	1.09	-	0.68
Remuneration Payable								
M Mathew	-	-	1.40	-	-	1.40	-	-
Ammiri Mathew	-	-	1.40	-	1.40	1.40	-	1.40
Asha Richi Mathew	-	-	0.60	-	-	0.60	-	-
M B Rajeev	-	-	4.28	-	1.16	1.28	-	1.16
Narshu C Bha	-	-	0.56	-	-	0.56	-	-
Richi Mathew	-	-	-	-	1.75	-	-	1.75
Agency Pradheep	-	-	-	-	0.61	-	-	0.61
Rent Receivable (Including GST)								
Muthoot Syndicate Richi Limited	-	1.30	-	-	-	-	1.30	-
Common Expenses Payable								
Muthoot Syndicate Richi Limited	01.41	-	-	-	-	60.41	-	-
Director's Sitting fee Payable								
Richi Mathew	-	-	0.31	-	-	0.31	-	-
Asha Richi Mathew	-	-	0.31	0.20	-	0.31	0.20	-
Ammiri Mathew	-	-	0.31	0.20	-	0.31	0.20	-
M Mathew	-	-	0.31	0.20	-	0.31	0.20	-
Neelakandan Madhwaraj	-	-	0.12	0.20	-	-	0.20	-
Agency Robert John	-	-	0.42	0.10	-	0.42	0.10	-
Trilark Jasti	-	-	0.42	0.10	-	0.42	0.10	-

Note: a) The remuneration to the key managerial personnel does not include the provisions made for gratuity, as they are determined on an annual basis for the company as a whole.

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MUTHOOT MERCANTILE LIMITED
Notes to the Standalone financial statements for the year ended 31-March-2024
(All amounts in Lakhs of Indian Rupees unless otherwise stated)

39 Break Down From Reserve

Details of Prior period year reserves, if any, are provided in Statement of Changes in Equity in these financial statements.

40 Additional Disclosures at As Required by the Reserve Bank of India

	As at 31-March-2024	As at 31-March-2023	As at 31-March-2022
Total total loan portfolio	84,893.27	80,884.77	31,255.00
Total assets	73,805.31	64,214.81	45,511.30
Gold loan portfolio as a percentage of total assets	81.92%	76.89%	74.61%

Particulars	As at 31-March-2024	As at 31-March-2023
SECURITISED ASSETS (SAs)		
SLDRP - Tier I Capital (%)	30.07%	21.69%
Greater - Tier II Capital (%)	0.95%	11.35%
LIQUIDITY COVERAGE RATIO		
Current Ratio	1.09	1.02
Quick Ratio	4.51	5.12
Cash Ratio	4.57	5.12
Summary of unbacked debt raised as Tier II capital		
Amount raised by issue of Non-convertible Debentures	20,170.00	30,122.00
	-	300

41 Investments

Particulars	As at 31-March-2024	As at 31-March-2023
(1) Total of Investments		
(a) Gross Value of Investments		
(i) In India		
(ii) Outside India		
(b) Provisions for Impairment		
(i) In India		
(ii) Outside India		
(c) Net Value of Investments		
(i) In India		
(ii) Outside India		
(2) Movement of investments held towards operations as a percentage		
(a) Opening Balance		
(b) Add: Provisions made during the year		
(c) Less: Write-off/write-back of course provisions during the year		
(d) Closing Balance		

42 Derivatives

4) Forward Rate Agreements / Interest Rate Swap

S. No	Particulars	As at 31-March-2024	As at 31-March-2023
(1)	The notional principal through agreements	Nil	Nil
(2)	Assets which vary with the interest or commodity rates in such their obligations under the agreements	Nil	Nil
(3)	Liabilities which vary with the interest or commodity rates in such their obligations under the agreements	Nil	Nil
(4)	Concentration of credit risk arising from the swaps	Nil	Nil
(5)	The fair value of the swap bank	Nil	Nil

4) Exchange Traded Interest Rate (IR) Derivatives

S. No	Particulars	As at 31-March-2024	As at 31-March-2023
(1)	Notional principal amount of exchange traded IR derivatives outstanding during the year (derivative asset)	Nil	Nil
(2)	Notional principal amount of exchange traded IR derivatives outstanding as at 31-March-2024 (derivative asset)	Nil	Nil
(3)	Notional principal amount of exchange traded IR derivatives outstanding and are "highly effective" (fair value asset)	Nil	Nil
(4)	Notional principal amount of exchange traded IR derivatives outstanding and are "highly effective" (fair value liability)	Nil	Nil



Ammin...
Elatha

Prab...
Pris...



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MUTHOOT MERCANTILE LIMITED
Notes to the Standalone Financial Statements for the year ended 31-March-2024
(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

40. Additional Disclosures (Contd.)

(i) Disclosures on Risk Exposure in Derivatives

S. No./Particulars	As at 31-March-2024			As at 31-March-2023		
	Currency Derivatives	Interest Rate Derivatives	Interest Rate Derivatives	Currency Derivatives	Interest Rate Derivatives	Interest Rate Derivatives
(i) Derivatives (Annual/Principal Amount)						
(a) Hedging						
(i) Forward						
(ii) Swap						
(iii) Option						
(ii) Credit Exposure						
(a) Hedged Exposure						

(ii) Asset Liability Management Maturity pattern of certain items of Assets and Liabilities

	As at 31-March-2024										Total	
	1 to 7 days	8 to 14 days	15 days to 30/90 days	over 1 month upto 2 months	over 2 months upto 3 months	Over 3 months upto 6 month	Over 6 months & upto 1 year	Over 1 year & 3 year	Over 3 years & upto 5 years	Over 5 years		
Debitors												
Advances	2,983.57	2,983.57	5,967.14	3,676.15	1,508.20	14,179.31	503.91	6,140.68	3,287.74	1,251.22	14,188.18	
Investments	-	-	-	-	-	-	-	-	-	-	66,314.81	
Derivatives	-	-	286.00	633.00	701.00	1,529.40	8,363.65	7,670.79	260.00	-	19,271.84	
Subordinated Debt	89.33	129.82	1,42.94	-	-	1,164.83	3,318.60	9,273.27	6,259.42	-	20,978.88	
Foreign currency assets	-	-	-	-	-	-	-	-	-	-	-	
Foreign currency liabilities	-	-	-	-	-	-	-	-	-	-	-	

	As at 31-March-2023										Total
	1 to 7 days	8 to 14 days	15 days to 30/90 days	over 1 month upto 2 months	over 2 months upto 3 months	Over 3 months upto 6 month	Over 6 months & upto 1 year	Over 1 year & 3 year	Over 3 years & upto 5 years	Over 5 years	
Debitors											
Advances	4,892.23	893.41	1,463.00	2,468.44	3,423.97	8,890.70	80.27	1,445.97	5,416.45	26.24	6,318.43
Investments	-	-	-	-	-	-	-	-	-	-	6,278.79
Derivatives	-	-	-	1,793.50	975.50	1,893.20	4,495.05	3,239.60	1,223.85	-	16,474.41
Subordinated Debt	-	-	-	-	-	-	499.08	11,382.00	8,982.29	-	26,323.55
Foreign currency assets	-	-	-	-	-	-	-	-	-	-	-
Foreign currency liabilities	-	-	-	-	-	-	-	-	-	-	-

(iii) Exposure to Exposure to Real Estate Sector

Category	As at 31-March-2024		As at 31-March-2023	
	NI	RI	NI	RI
(i) Specific Exposure				
(a) Residential Mortgage				
(i) Lending fully secured by mortgage on residential property that is, or will be occupied by the borrower at that time				
(ii) Commercial Real Estate				
(b) Lending secured by mortgage on commercial real estate (office buildings, retail space, multi-purpose commercial premises, multi-tenant industrial premises, restaurants, or various other space, hotels, land acquisition, development and construction, etc.). Exposure shall include non-land based loans				
(ii) Investments in Mortgage Backed Securities (MBS) and other structured exposures				
(c) Non-banked				
(d) Commercial Real Estate				
(e) Exposure to Real Estate Sector				



Amitha
Hester

MUTIFROOT MERCANTILE LIMITED
Notes to the Standalone Financial statements for the year ended 31-March-2024
(All amounts are in Lakhs of Indian Rupees unless otherwise stated)

40. Additional Disclosure (Contd.)
K) Exposure to Capital Market

Particulars	As at 31-March-2024		As at 31-March-2023	
	Loan Amount	Loan Outstanding	Loan Amount	Loan Outstanding
(i) Direct investment in equity shares, convertible debentures and units of equity-oriented mutual funds, the coupon of which is not exclusively invested in corporate debt;	Nil	Nil	Nil	Nil
(ii) Preference shares / bonds / debentures or other securities i.e. in those cases in which the investment is in shares (including FPOs / ESOPs), convertible bonds, convertible debentures and units of equity oriented mutual funds;	Nil	Nil	Nil	Nil
(iii) Advances for one or more purposes where shares or convertible bonds or convertible debentures or equity oriented mutual funds, are taken to primary security;	Nil	Nil	Nil	Nil
(iv) Advances for any other purposes to the extent secured by collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds does not fully cover the advances;	Nil	Nil	Nil	Nil
(v) Secured and unsecured advances to suppliers and payments made/ on behalf of stockholders and various others;	Nil	Nil	Nil	Nil
(vi) Loans sanctioned in connection against the security of shares / bonds / debentures or other securities or in Cash form for meeting proprietor's contribution to the equity of new companies in anticipation of raising resources;	Nil	Nil	Nil	Nil
(vii) Bridge loans to companies against expected equity flows / issues;	Nil	Nil	Nil	Nil
(viii) All exposures to Venture Capital Funds (both registered and unregistered)	Nil	Nil	Nil	Nil
Total Exposure to Capital Market	Nil	Nil	Nil	Nil

c) Other secured Advances

Type of Borrower	As at 31-March-2024		As at 31-March-2023	
	Loan Amount	Loan Outstanding	Loan Amount	Loan Outstanding
From these Mutual Firms	1,975.82	1,654.74	1,399.47	1,260.00
Related Party	Nil	Nil	Nil	Nil

e) Miscellaneous

- a) Disclosure of penalties imposed by RBI and other regulatory - Nil
- b) Ratings assigned by credit rating agencies and migration of ratings during the year

Borrower / Facility	As at 31-March-2024		As at 31-March-2023	
	Amount (Rs. Crores)	Ratings	Amount (Rs. Crores)	Ratings
Proposed Non-Convertible Debentures (NCDs)	26000	INDBBB/outline	Nil	Nil
Long Term Bank Loans	55000	INDBBB/outline	25000	INDBBB/outline

e) Additional Disclosures

a) Provisions and Contingencies

Particulars	As at 31-March-2024		As at 31-March-2023	
	Provision	Contingency	Provision	Contingency
Provision for depreciation on Investment Properties 2024/2023-N/A	80.86	-	4.99	-
Provision made towards Income tax	918.86	-	677.20	-
Other Provision and Contingencies (Nett) Locally	-	-	-	-
(a) Provision for disposition of Property, Plant and Equipment B. Intangible Assets	227.97	-	203.61	-
(b) Provision for Gratuity	49.31	-	25.05	-
Provision for Standard Assets	11.32	-	11.04	-



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MUTHOOT MERCANTILE LIMITED

Annex to the Standalone financial statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupee unless otherwise mentioned)

40 Additional Disclosures (Contd.)

5) Concentration of Deposits, Advances, Expenses and NPAs

Concentration of Deposits (for Deposit taking NBFC)	
(i) Total Deposits of twenty largest depositors	
(ii) Percentage of Deposits of twenty largest depositors to Total Deposits of the Deposit taking NBFC	
Concentration of Advances	
(i) Total advances to twenty largest borrowers	825.14
(ii) Percentage of Advances to twenty largest borrowers to Total Advances of the applicable NBFC	1.23%
Concentration of Expenses	
(i) Total Expenses to twenty largest borrowers / customers	825.14
(ii) Percentage of Expenses to twenty largest borrowers / customers to Total Expenses of the applicable NBFC on borrower / customers	1.23%
(iii) Total Expenses to top four NPAs accounts	80.06

Sector-wise NPAs

S. No.	Sector	Percentage of NBFC's Total Advances in that sector
1	Agribusiness & allied activities	Nil
2	PSU/MSME	Nil
3	Corporate (non-banks)	Nil
4	Services	Nil
5	Government / personal loans	Nil
6	Auto loans	Nil
7	Gold Loans	0.25%
8	Other personal loans	0.79%

6) Movement of NPAs (in per BSL/P sector)

Particulars	As at 31-March-2024	As at 31-March-2023
(i) Net NPAs to the Advancers (IN)	0.03%	0.12%
(ii) Movement of NPAs (IN)		
(a) Opening Balance	183.99	123.55
(b) Addition during the year	265.48	77.48
(c) Reduction during the year	50.76	60.52
(d) Closing Balance	398.71	140.51
(iii) Movement of Net NPAs		
(a) Opening Balance	79.47	111.88
(b) Addition during the year	212.82	34.89
(c) Reduction during the year	48.67	65.79
(d) Closing Balance	243.62	79.98
(iv) Movement of provision for NPAs (including provision on standard assets)		
(a) Opening Balance	88.97	72.48
(b) Provision made during the year	57.83	74.33
(c) Write-off / write back of excess provision	23.34	6.05
(d) Closing Balance	114.83	80.77

7) Disc source of Complaints

S. No.	No. of Complaints pending at the beginning of the year	1
(i)	No. of complaints received during the year	9
(ii)	No. of complaints resolved during the year	9
(iii)	No. of complaints pending at the end of the year	1



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MUTHOOT MERCANTILE LIMITED

Notes to the Standalone financial statements for the year ended 31-March-2024

(All amounts are in Lakhs of Indian Rupee unless otherwise stated)

41 Capital Management

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Company has adequate cash and cash equivalents. The company monitors its capital by a careful scrutiny of the cash and bank requirements, and a regular assessment of any debt requirements.

42 Events after Reporting date

There have been no events after the reporting date that require disclosure in these financial statements.

43 Utilization of Proceeds

During the year the Company has raised an amount of ₹ 6,99,19,878/- (Previous Year ₹ Nil) by way of Equity Shares, ₹1,09,51,40,000/- (Previous Year: ₹ 12,00,45,000/-) by way of non convertible debentures, ₹12,96,51,000/- (Previous Year: ₹16,41,80,000/-) by way of subordinated debt and ₹ 73,06,00,000/- (Previous Year: ₹ 85,00,00,000) by way of working capital term loan, ₹1,45,00,000/- (Previous Year: ₹ 125,00,000/-) by way of loan from directors the same has been utilized for the purpose of working capital requirements.

44 Details of Action held during the period

	As at 31 March 2024	As at 31 March 2023	As at 01-April-2022
No. of loan accounts	4,084.00	5,541.00	5,200.60
Principal amount Outstanding at the dates of action(A)	1,797.11	1,750.69	3,303.26
Interest and Other charges Outstanding at the dates of action(B)	655.02	884.13	508.79
Amounts withheld against other loans (C)	93.28	39.10	-
Total(A+B+C)	2,545.41	2,673.92	3,812.05
Value Settled*	2,565.33	2,294.96	2,086.17

*Including GST / Tax has collected from the buyer.

No other actions outstanding in the actions held during the period.

45 Disclosures on the following matters required under sub-section (3) provided not being applicable in case of the company, same are not covered therein:

a) No proceedings have been initiated or pending against the company under the Insolvency and Bankruptcy Code, 2016 and rules made thereunder;

b) The company has not been declared as a defaulter by any bank or financial institution or government or semi-government authority;

c) No regulatory or statutory changes are pending to be filed with ROC;

d) The company has not entered into any scheme of arrangement;

e) There are no litigations which have not been recorded in the books;

f) The company has not traded or traded in, or issued or issued in, crypto currency or virtual currency during the financial year;

g) The company does not have any transaction with companies which are listed in clause 2(a) of the Companies Act 2013;

h) Utilization of borrowed funds or share premium;

No funds have been advanced or loaned or invested (either borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities (Inter-related), with the understanding (whether recorded in writing or otherwise) that the intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;

No funds have been received by the company from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

46 Fraud

During the period the Company has reported a fraud case, who is gold loan related misappropriation case has occurred for amount aggregating ₹ 35,66,625/-, and have provided equal amount of provision in the books of accounts.

47 Comparatives

Previous year's figures have been regrouped/reclassified, wherever necessary, to correspond with current year's classification / disclosures.

As per our report of even date attached

For Chartered Accountants and Associates

Chartered Accountants

ICAI Firm Reg No. 69807

C S Muruganathan

(Partner)

Membership no. 200604

Place: Coimbatore

Date: 29-05-2024

For and on behalf of the board of directors of

Muthoot Mercantile Limited

M Mathew

(Whistle Director)

DIR: 09963078

(Chief Financial Officer)

Place: Thiruvananthapuram

Date: 29-05-2024

Rishi Mathew

(Managing Director)

DIR: 00224334

Neethi C. Dija

(Company Secretary)



MUTHOOT MERCANTILE LIMITED

Schedule to the Standalone Balance Sheet of a NBFC

(₹ in lakhs)

Sl. No	Particulars		
		Amount outstanding	Amount overdue
	Liabilities side:		
(1)	Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid:		
	(a) Debentures : Secured	14,619.38	-
	: Unsecured (other than falling within the meaning of public deposits*)	-	-
	(b) Deferred Credits	-	-
	(c) Term Loans	13,611.29	-
	(d) Inter-corporate loans and borrowing	-	-
	(e) Commercial paper	-	-
	(f) Public Deposits*	-	-
	(g) Other Loans (specify nature)	20,978.08	-
	(i) Subordinated Debt	5,660.65	-
	(ii) Overdraft	-	-
	(iii) Loan against deposit	-	-
	(iv) Loan from Director	-	-
	*Please see Note 1 below		
(2)	Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):		
	(a) In the form of Unsecured debentures	-	-
	(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	-	-
	(c) Other public deposits	-	-
	* Please see Note 1 below		
	Assets side:	Amount outstanding	
(3)	Break-up of Loans and Advances including bills receivables (other than those included in (4) below):		
	(a) Secured		64,659.27
	(b) Unsecured		1,654.74
(4)	Break-up of Leased Assets and stock on hire and other assets counting towards AFC activities		
	(i) Lease assets including lease rentals under sundry debtors:		
	(a) Financial lease		-
	(b) Operating lease		-
	(ii) Stock on Hire including hire charges under sundry debtors:		
	(a) Asset on Hire		-
	(b) Repossessed assets		-
	(iii) Other loan counting towards AFC activities		
	(a) Loans where assets have been repossessed		-
	(b) Loans other than (a) above		-



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<p>(5) Break-up of Investments: Current Investments :- 1. Quoted (i) Shares: (a) Equity (b) Preference (ii) Debentures and Bonds (iii) Units of Mutual funds (iv) Government securities (v) Others (please specify) 2. Unquoted: (i) Shares: (a) Equity (b) Preference (ii) Debentures and Bonds (iii) Units of Mutual funds (iv) Government securities (v) Others (please specify)</p>	
<p>Long term Investments: 1. Quoted (i) Shares: (a) Equity (b) Preference (ii) Debentures and Bonds (iii) Units of Mutual funds (iv) Government securities (v) Others (please specify) 2. Unquoted: (i) Shares: (a) Equity (b) Preference (ii) Debentures and Bonds (iii) Units of Mutual funds (iv) Government securities (v) Others (please specify)</p>	

(6) **Borrower Group-wise classification of assets financed as in (3) and (4) above :**

Please see Note 2 below

Category	Amount net of provisions		
	Secured	Unsecured	Total
1. Related Parties**			
(a) Subsidiaries			
(b) Companies in the same group			
(c) Other related Parties			
2. Other than related parties	64,291.11	1,644.11	65,935.22
Total	64,291.11	1,644.11	65,935.22

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

Please see note 3 below

Category	Market value/Break-up or fair value or NAV	Book value (net of Provisions)
1. Related Parties**		
(a) Subsidiaries	Nil	Nil
(b) Companies in the same group	Nil	Nil
(c) Other related Parties	Nil	Nil
2. Other than related parties	0.00	0.00
Total	0.00	0.00

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



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