

Balance Sheet as at 31 March 2024

(Amount Rs '00)

| Particulars | Note No. | As at 31 March 2024 | As at 31 March 2023 |
|--|----------|------------------------|------------------------|
| I EQUITY AND LIABILITIES | | | |
| (1) Shareholders' funds | | | |
| (a) Share capital | 3 | 25,000 | 25,000 |
| (b) Surplus | 4 | 3,595,499 | 3,765,567 |
| (2) Non-current liabilities | | | |
| (a) Long-term provisions | 5 | 34,914 | 29,641 |
| (3) Current liabilities | | | |
| (a) Trade payables | 6 | 10,888 | 17,387 |
| (A) Total Outstanding dues of Micro Enterprise and Small Enterprise | | - | - |
| (B) Total Outstanding dues of Creditors Other than Micro Enterprise and Small Enterprise | | - | - |
| (b) Other current liabilities | 7 | 1,132 | 2,675 |
| (c) Short-term provisions | 8 | 465 | 6,775 |
| | | 3,667,898 | 3,847,045 |
| II ASSETS | | | |
| Non-current assets | | | |
| (1) (a) Property, Plant & Equipment and Intangible Assets | | | |
| (i) Property, Plant & Equipment | 10 | 12,896 | 17,249 |
| (ii) Intangible Assets | | | |
| (b) Non-current investments | 11 | 521,403 | 564,587 |
| (c) Deferred tax assets (net) | 25 | 15,145 | 15,553 |
| (d) Long-term loans and advances | 13 | 25,584 | 76,142 |
| (e) Other non-current assets | | - | - |
| (2) Current assets | | | |
| (a) Current investments | 9 | - | - |
| (b) Trade receivables | 12 | 60,506 | 64,119 |
| (c) Cash and cash equivalents | 14 | 2,884,242 | 2,978,258 |
| (d) Short-term loans and advances | 15 | 7,173 | 8,898 |
| (e) Other current assets | 16 | 140,949 | 122,239 |
| | | 3,667,898 | 3,847,045 |

Summary of significant accounting policies and other explanatory information

1 to 40

See accompanying notes forming part of Financial Statements
 In terms of our report attached

for K S Ramkumar & Co.
 Chartered Accountants
 FRN No.006167S



K S Ramkumar
 Proprietor
 Membership No 027484
 UDIN :

Ashok Chandra
 Ashok Chandra
 Chairman
 DIN: 09322823

Puneet Kumar Sharma
 Puneet Kumar Sharma
 Sr. Executive Vice President

Sanjeev Kumar Shrivastava
 Sanjeev Kumar Shrivastava
 Managing Director
 DIN : 10132026



Place: Bengaluru
 Date: 17 /04/2024

Statement of Profit and Loss for the year ended 31 March 2024

(Amount Rs '00)

| Particulars | Note No. | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|--|----------|----------------------------------|----------------------------------|
| I Revenue from operations | 17 | 177,727 | 190,018 |
| II Other Income | 18 | 234,447 | 175,083 |
| III Total Income (I+II) | | 412,174 | 365,101 |
| IV Expenses | | | |
| Employee benefits expense | 19 | 171,587 | 159,733 |
| Depreciation and amortization expense | 10 | 4,468 | 6,035 |
| Other expenses | 20 | 59,363 | 48,048 |
| | | 235,418 | 213,816 |
| V Profit before exceptional and extraordinary items and tax (III-IV) | | 176,756 | 151,285 |
| VI Exceptional items | | (7) | - |
| VII Profit before extraordinary items and tax (V-VI) | | 176,749 | 151,285 |
| VIII Extraordinary items | | - | - |
| IX Profit before tax | | 176,749 | 151,285 |
| X Tax expense | | | |
| (1) Current tax | | 43,650 | 37,000 |
| (2) (Excess)/Shortage of tax made for earlier years | | 2,758 | (12,013) |
| (3) (Deferred tax Asset)/liability | | 408 | (2,092) |
| Total tax expense | | 46,816 | 22,895 |
| XI Profit after tax | | 129,933 | 128,390 |
| XII Profit/(loss) for the period (IX-X) | | 129,933 | 128,390 |
| XIII Earnings per equity share Basic & diluted | 24 | 51.97 | 51.36 |
| Summary of significant accounting policies and other explanatory information | 1 to 40 | | |

See accompanying notes forming part of Financial Statements
 In terms of our report attached

for K S Ramkumar & Co.
 Chartered Accountants
 FRN No.006167S

K S Ramkumar
 Proprietor
 Membership No 027484
 UDIN :

Place: Bengaluru
 Date: 17 /04/2024

Ashok Chandra
 Ashok Chandra
 Chairman
 DIN: 09322823

Puneet Kumar Sharma
 Puneet Kumar Sharma
 Sr. Executive Vice President

Sanjeev Kumar Shrivastava
 Sanjeev Kumar Shrivastava
 Managing Director
 DIN : 10132026



Cash Flow Statement

(Amount Rs '00)

| Particulars | For the Year ended March 31, 2024 | For the Year ended March 31, 2023 |
|---|--------------------------------------|--------------------------------------|
| A Cash Flow from Operating Activities | | |
| Profit / (Loss) before extraordinary items and tax | 176,749 | 151,285 |
| Adjustment for: | | |
| Depreciation | 4,468 | 6,035 |
| Interest income | (224,777) | (135,382) |
| (Profit)/loss on sale of mutual fund | (1,357) | (37,982) |
| Excess provision reversed | 3,903 | - |
| (Profit) Loss on Sale of Property, Plant and Equipment (net) | 7 | - |
| | (41,007) | (16,044) |
| Operating profit before working capital changes | | |
| Adjustment for: | | |
| Decrease/(Increase) Trade receivables | 3,613 | (2,792) |
| Decrease/(Increase) Short-term loans and advances | 1,725 | 6,163 |
| Decrease/(Increase) Long-term loans and advances | 100 | - |
| Decrease/(Increase) Other current assets | (18,710) | - |
| (Decrease)/Increase Trade Payables | (6,499) | 13,600 |
| (Decrease)/Increase Other Current Liabilities | (1,544) | 537 |
| (Decrease)/Increase Long term Provisions | 5,273 | 1,930 |
| (Decrease)/Increase Short term Provisions | (6,310) | 6,126 |
| Cash Generated from Operations | (63,359) | 9,520 |
| Income taxes paid, net | 69,125 | (47,659) |
| Net Cash Flow from Operating Activities | 5,766 | (38,139) |
| B Cash Flow from Investing Activities | | |
| (Purchase)/Sale of Property, Plant and Equipment (Net) | 115 | - |
| Interest received | 83,828 | 13,143 |
| Purchase of VC Fund | 43,184 | (221,327) |
| Purchase of Mutual Fund | (107,500) | (4,965,000) |
| Sale of Mutual Fund | 180,044 | 8,168,048 |
| Proceeds from AIF | 547 | 1,363 |
| (Increase)/Decrease in deposits maintained with bank- other bank balances | 100,001 | (2,959,000) |
| Net Cash Flow from Investing Activities | 300,219 | 37,227 |
| C Cash Flow from Financing Activities | | |
| Dividend including dividend tax paid | (300,000) | - |
| Net Cash Flow from Financing Activities | (300,000) | - |
| Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C) | 5,985 | (911) |
| Increase / (Decrease) in Cash And Cash Equivalents | | |
| Cash and Cash Equivalents at the Beginning of the Year | 8,493 | 9,404 |
| Cash and Cash Equivalents at the End of the Year | 14,478 | 8,493 |

Note :

i) The above Cash Flow Statement has been compiled from and is based on the Balance Sheet as at March 31, 2024 and the related Statement of Profit and Loss for the year ended on that date.

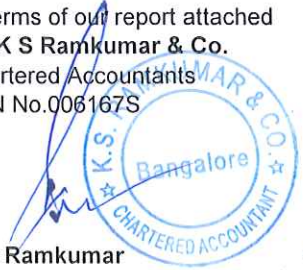
ii) Above Cash Flow Statement has been prepared under indirect method in accordance with the Accounting Standard 3 on Cash Flow Statement prescribed under the Companies (Accounts) Rules, 2014



| iii) Reconciliation of cash & cash equivalents with the balance sheet: (Amount Rs '00) | | |
|--|------------------------------|------------------------------|
| Particulars | Year ended March 31, 2024 | Year ended March 31, 2023 |
| Cash and Bank balances (Refer Note no. 14) | 2,884,242 | 2,978,258 |
| Less: Other Bank balances (Refer Note no. 14) | 2,869,764 | 2,969,764 |
| Cash and cash equivalents at the end of the year | 14,478 | 8,493 |

iv) Previous year's figures have been regrouped wherever necessary to confirm to current year's presentation.

In terms of our report attached
for **K S Ramkumar & Co.**
Chartered Accountants
FRN No.006167S



K S Ramkumar
Proprietor
Membership No 027484
UDIN :

Place: Bengaluru
Date: 17/04/2024


Ashok Chandra
Chairman
DIN: 09322823


Sanjeev Kumar Shrivastava
Managing Director
DIN : 10132026


Puneet Kumar Sharma
Sr. Executive Vice President



CANBANK VENTURE CAPITAL FUND LIMITED
Notes forming part of financial statements

1. Corporate Information

Canbank Venture Capital Fund Ltd (“the company”) was incorporated in February 1995 as a Ltd Company under the Companies Act, 1956. The registered office of the company is in Bangalore, India.

The company is an Asset Management Company, presently managing the Venture Capital funds. The activities of the company revolve around this business and the operations are only in India. The company is a wholly owned subsidiary of Canara Bank.

2. Significant Accounting Policies

a) Basis of Preparation of Financial Statements:

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting and comply with the Accounting Standards as prescribed in Section 133 of the Companies Act, 2013, to the extent applicable. The financial statements have been prepared and presented in Indian rupees (rounded off to nearest hundred)).

b) Use of estimates:

The preparation of financial statements is in conformity with generally accepted accounting principles in India that requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements. Although these estimates are based upon management’s best knowledge of current events and actions, actual results could differ from those estimates. Difference if any, between the actual results and the estimates are recognized in the period in which the results are known/materialized.

c) Income Recognition:

Accounting Standard-9 deals with the bases for recognition of revenue in the statement of profit and loss of an enterprise. The Standard is concerned with the recognition of revenue arising in the course of the ordinary activities of the enterprise.

Accordingly, Annual Management and Trusteeship fee for managing the Venture Capital Funds is recognized as per the terms of the Agreement with the respective Funds

Interest income arising from deployment of surplus funds is recognized on a time proportionate basis using transactional interest rates.

Profit or loss on sale of investments is determined on the basis of simple average carrying amount of investments disposed.

Proportionate share of Income (under pass through status) from Investment in Venture Capital Funds (VCFs) is not recognized in the year VCFs generate income, as ultimate collection of revenue (i.e. distribution of income by the VCFs) is unascertainable in lieu of the distribution waterfall in the contribution cum management agreement. Revenue is



CANBANK VENTURE CAPITAL FUND LIMITED
Notes forming part of financial statements

f) Employee Benefits:

Defined contribution plans

The Company's contribution to provident fund is considered as defined contribution plans and are charged as an expense based on the amount of contribution required to be made and when services are rendered by the employees.

Short term employee benefits

All employee benefits falling due wholly within 12 months of rendering the service are classified as short term employee benefit. The benefits like salaries, wages, provident fund & short term compensation for absence etc. and the expected cost of bonus, ex-gratia are charged to the profit & loss account of the year in which the employee renders the related service.

Long-term employee benefits

The debits to the profit and loss account being charged relating to the liability recognized pertaining to the sums which the Company may be liable contingently in the future is done on the following bases

- a. Company employees = On the basis of actuarial valuation.
- b. Deputed employees = ascertained on the bases of applying a standard multiplication factor to debit of employee costs.

The gratuity & leave salary provision for deputed staff from Canara Bank are shown under long term employee benefits.

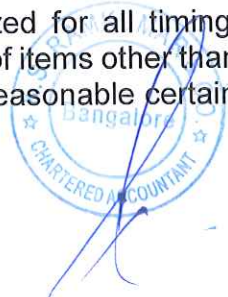
g) Tax on Income:

Current Tax

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws.

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 recognized as an asset in the Balance Sheet when it is highly probable that future economic benefit associated with it will flow to the Company.

Deferred tax is recognized on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognized for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available



CANBANK VENTURE CAPITAL FUND LIMITED
Notes forming part of financial statements

recognized in the year VCFs distribute the income, in line with the terms of agreements with the VCFs.

d) Property, plant & equipment and Intangible Assets

Property, plant and equipment are stated at cost, less accumulated depreciation/amortization and impairment loss, if any. The cost of property, plant and equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities) any directly attributable expenditure on making the property, plant and equipment ready for its intended use, other incidental expenses. However, the GST incurred on the acquisition of the fixed assets have also been capitalised Interest on borrowings attributable to acquisition of qualifying assets up to the date the property, plant and equipment is ready for its intended use.

Subsequent expenditure related to an item of property, plant and equipment is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day to day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Gains or losses arising from de-recognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

The company depreciates property, plant and equipment over their estimated useful lives using the Written down value method of depreciation as per the useful life prescribed in Schedule II to the Companies Act, 2013

| | |
|-------------------------|----------|
| Electrical Equipment's | 10 years |
| Office equipment | 5 years |
| Computers: | |
| Servers & Networks | 6 years |
| End user devices | 3 years |
| Furnitures and Fixtures | 10 years |
| Vehicles | 8 years |

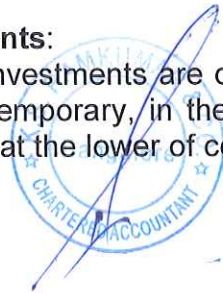
Pro-rata depreciation is provided from/up to the date of purchase or disposal, for assets purchased or sold during the year.

Intangible Assets (Software) - 3 years

Depreciation methods, useful lives and residual values are reviewed periodically, including at each financial year end.

e) Investments:

Long-term investments are carried individually at cost less provision for diminution, if any, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value.



CANBANK VENTURE CAPITAL FUND LIMITED
Notes forming part of financial statements

against which these can be realised. However, if there are unabsorbed depreciation and carry forward of losses and items relating to capital losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their realisability.

h) Cash flow statement

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

i) Earning/ (loss) per share

The basic earnings/(loss) per share is computed by dividing the net profit/loss attributable to equity shareholders for the year by the weighted average number of equity share outstanding during the year.

j) Impairment of assets

The carrying amount of assets are reviewed at each balance sheet date to determine if there is any indication of impairment based on internal/external factors. An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the statement of profit & loss in the year in which an asset is identified as impaired. The recoverable amount is greater of the assets' net selling price and written down value.

k) Provisions and contingencies

The Company recognizes a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made

l) GST input credit and GST Returns:

GST Input Tax Credit is accounted in the books, wherever the Company is eligible, in the period in which the underlying services and goods received, used and when there is reasonable certainty in availing /utilizing the credits. However, during the year, the Company has followed the practice of aligning the availment of the input tax credit as mentioned under section 16(2) of CGST Act,2017 read with rule 36 of GST rules (2017) on the basis of amounts reported in GSTR 2B by reconciling with books Any deviations or reconciliation would be incorporated at the time of finalizing the GST annual returns.



CANBANK VENTURE CAPITAL FUND LIMITED
Notes forming part of financial statements

Note No.

3 Share capital :

(Amount Rs '00)

| Particulars | As at 31 March 2024 | | As at 31 March 2023 | |
|--|------------------------|---------|------------------------|---------|
| | Number | Rs. | Number | Rs. |
| Authorised Share Capital | | | | |
| Equity Shares of Rs.10/- each (P.Y : Rs.10/- each) with voting | 1,000,000 | 100,000 | 1,000,000 | 100,000 |
| Issued, subscribed and fully paid-up shares | | | | |
| Equity share of Rs.10/- each fully paid up (P.Y : Rs.10/- each) with voting rights | 250,000 | 25,000 | 250,000 | 25,000 |

a Reconciliation of the number of shares outstanding at the beginning and at the end of the year

| Particulars | As at 31 March 2024 | | As at 31 March 2023 | |
|---|------------------------|--------|------------------------|--------|
| | Number | Rs. | Number | Rs. |
| Equity Shares with voting rights | | | | |
| Shares outstanding at the beginning of the year | 250,000 | 25,000 | 250,000 | 25,000 |
| Add : Shares issued during the year | - | - | - | - |
| Less: Shares bought back during the year | - | - | - | - |
| Shares outstanding at the end of the year | 250,000 | 25,000 | 250,000 | 25,000 |

b Terms/ rights attached to equity shares

i) The Company has only one class of equity shares having a par value of Rs.10 per share. No transfer of any shares shall be made or registered without the permission of parent bank, Canara Bank. Each holder of equity shares is entitled to one vote per share.

ii) In event of liquidation of the Company, the holders of equity shares would be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c Disclosure of shares holders holding more than 5% of the aggregate shares in the company

| Name of Shareholder | As at 31 March 2024 | | As at 31 March 2023 | |
|------------------------------|------------------------|--------------|------------------------|--------------|
| | No.of shares held | % of holding | No.of shares held | % of holding |
| Canara Bank and its Nominees | 250,000 | 100 | 250,000 | 100 |
| | 250,000 | 100 | 250,000 | 100 |

d As on the date of Balance Sheet,

(i) The Company did not issue any equity shares as fully paid equity shares pursuant to contract(s) without payment being received in cash

(ii) The Company has not issued bonus shares and did not buy back any equity shares as on the balance sheet date.

(iii) The Company has not issued any securities like Convertible Preference Shares, Convertible Debentures etc. which are Convertible into equity / Preference Shares

e Disclosure of shares held by 'Promoters' at the end of the year

| Promoter Name | As at 31 March 2024 | | As at 31 March 2022 | |
|---------------|------------------------|-------------------|------------------------|--------------|
| | No.of shares (Equity) | % of total shares | No.of shares held | % of holding |
| Canara Bank | 250,000 | 100 | 250,000 | 100 |
| | 250,000 | 100 | 250,000 | 100 |

'Promoter' here means promoter as defined in Section 9 of the Companies Act, 2013.

There is no change in % of holding of the promoter during the year FY 2023-24



CANBANK VENTURE CAPITAL FUND LIMITED
Notes forming part of financial statements

(Amount Rs '00)

| Note No. | Particulars | As at 31 March 2024 | As at 31 March 2023 |
|----------|--|---------------------|---------------------|
| 4 | Surplus : | | |
| | General Reserve: | | |
| | Balance at the beginning of the year | 676,880 | 663,880 |
| | Transferred from Statement of Profit & Loss | 12,993 | 13,000 |
| | Balance at the end of the year | 689,873 | 676,880 |
| | Surplus in Statement of Profit and Loss | | |
| | Balance at the beginning of the year | 3,088,686 | 2,973,296 |
| | Add: Profit for the year | 116,940 | 115,390 |
| | Less: Dividend paid for FY 2022-23 | (50,000) | - |
| | Less: Interim Dividend paid for FY 2023-24 | (250,000) | - |
| | Balance at the end of the year | 2,905,626 | 3,088,686 |
| | 3,595,499 | 3,765,566 | |
| 5 | Long-term provisions | | |
| | Provision for employee benefits | | |
| | Gratuity & Leave Salary to deputed employees | 20,217 | 16,321 |
| | Leave Salary to Company staff | 14,697 | 13,320 |
| | 34,914 | 29,641 | |
| 6 | Trade payables | | |
| | Others | | |
| | (a) Outstanding dues of micro enterprises and small enterprises (MSME) | - | - |
| | (b) Outstanding dues of creditors other than MSME Note: Disputed & Undisputed dues to MSME - NIL (Other than MSME -Outstanding less than 1 year) | 10,888 | 17,387 |
| | 10,888 | 17,387 | |
| 7 | Other current liabilities | | |
| | Others payables | | |
| | Statutory remittances (TDS, GST, PF and PT) | 1,132 | 2,676 |
| | 1,132 | 2,676 | |
| 8 | Short-term provisions | | |
| | Leave Salary for Company Staff | 465 | 6,775 |
| | | 465 | 6,775 |
| 9 | Current Investments (At lowr of cost of market value, unless otherwise stated) | | |
| | (i) Trade Investments | - | - |
| | (ii) Other Investments | - | - |
| | | - | - |



CANBANK VENTURE CAPITAL FUND LIMITED
Notes forming part of financial statements

Note No.10 - Property, Plant & Equipment and Intangible Assets

(Amount Rs '00)

| Sr.No. | Description of Assets | Gross Block | | | | Depreciation | | | Net Block | |
|--------|--|-----------------------|------------|--------------|---------------------|-----------------------|-------------------|--------------|---------------------|---------------------|
| | | As at 1 April 2023 | Additions | Disposals | As at 31.03.2024 | As at 1 April 2023 | For the period | Disposals | As at 31.03.2024 | As at 31.03.2023 |
| (A) | Property, Plant & Equipment | | | | | | | | | |
| 1 | Furniture & Fixtures | 25,418 | - | (193) | 25,225 | 13,018 | 3,210 | (179) | 16,049 | 12,400 |
| 2 | Vehicles | 10,216 | - | - | 10,216 | 8,173 | 638 | - | 8,811 | 2,042 |
| 3 | Office Equipments | 3,762 | 155 | (540) | 3,377 | 3,613 | 45 | (514) | 3,144 | 149 |
| 4 | Electrical Equipments | 3,526 | - | - | 3,526 | 1,306 | 575 | - | 1,882 | 2,220 |
| 5 | Computers Servers & Networks | 1,021 | - | - | 1,021 | 970 | - | - | 970 | 51 |
| | End user devices | 9,248 | - | - | 9,248 | 8,862 | - | - | 8,862 | 387 |
| (B) | Intangible Assets | | | | | | | | | |
| | Computer Software | - | - | - | - | - | - | - | - | - |
| | Total | 53,191 | 155 | (733) | 52,613 | 35,942 | 4,468 | (693) | 39,717 | 17,249 |
| | Previous year | 53,191 | - | - | 53,191 | 29,907 | 6,035 | - | 35,942 | 17,249 |



CANBANK VENTURE CAPITAL FUND LIMITED
Notes forming part of financial statements

(Amount Rs '00)

| Note No. | Particulars | As at 31 March 2024 | As at 31 March 2023 |
|----------|--|------------------------|------------------------|
| 11 | Non-current investments (At cost) | | |
| | (1) Other investments - Long Term | | |
| | Quoted | - | - |
| | Unquoted | | |
| | (a) Electronics Development Fund 90.773 units of Rs.100000/- per unit. (Previous period: 91.995 units) | 90,773 | 91,917 |
| 11 | (b) Empower India Fund 43063000 units of Rs.1/- per unit. (Previous period : 47267000 units) | 430,630 | 472,670 |
| | | 521,403 | 564,587 |
| | Aggregate market value of quoted investments | - | - |
| | Aggregate amount of unquoted investments | 521,403 | 564,587 |
| 12 | Trade Receivables | | |
| | (a) Unsecured, Undisputed, considered good Electronics Development Fund (Outstanding for a period less than six months) | 60,506 | 64,119 |
| | (b) Disputed Trade Receivables considered good /doubtful | - | - |
| | | 60,506 | 64,119 |
| 13 | Long Term Loans & Advances | | |
| | Unsecured, considered good Advance income tax (net of provisions Rs.43650) (As at 31 March, 2023 Rs.75932) | 25,474 | 75,932 |
| | Other loans & advances | 110 | 210 |
| | | 25,584 | 76,142 |
| 14 | Cash and Cash Equivalent | | |
| | (a) Balances with Bank - in current account | 14,386 | 8,378 |
| | (b) Cash on hand | 92 | 115 |
| | (c) Other Bank balance - Refer note below | 2,869,764 | 2,969,765 |
| | | 2,884,242 | 2,978,258 |
| | Note - The bank deposit is without lien and having a maturity period more than 12 months, Rs.2859000 (PY Rs.2959001). Less than 12 months, Rs.NIL (PY Rs.Nil) | | |
| 15 | Short Term Loans and Advances | | |
| | Unsecured, considered good GST Input Credit | 5,047 | 7,682 |
| | Prepaid expenses | 1,134 | 1,216 |
| | Advance -Others | 992 | - |
| | | 7,173 | 8,898 |
| 16 | Other Current Assets | | |
| | Unsecured, considered good Interest accrued but not due on bank deposits | 140,949 | 122,239 |
| | | 140,949 | 122,239 |



(Amount Rs '00)

| Note No. | Particulars | For the Year ended March 31, 2024 | For the Year ended March 31, 2023 |
|-----------|---|-----------------------------------|-----------------------------------|
| 17 | Revenue from Operations | | |
| | Management fee | 177,727 | 190,018 |
| | | 177,727 | 190,018 |
| 18 | Other income | | |
| | Interest on bank deposits | 224,777 | 135,382 |
| | Profit on sale of investments | 1,357 | 37,983 |
| | Pass through income from Emergng India Growth Fund | 547 | 1,363 |
| | Miscellaneous Income | 7,766 | 355 |
| | | 234,447 | 175,083 |
| 19 | Employee benefits expense | | |
| | Salaries, wages and allowances | 161,721 | 141,432 |
| | Contribution to Provident and other Funds | 5,821 | 4,088 |
| | Gratuity expense | 4 | 4,924 |
| | Leave encashment | 3,063 | 8,357 |
| | Staff welfare expenses | 978 | 932 |
| | | 171,587 | 159,733 |
| 20 | Other expenses | | |
| | Rent | 21,263 | 21,263 |
| | Vehicle Running Expenditure | 4,781 | 4,089 |
| | Repairs & Maintenance - Others | 2,177 | 2,056 |
| | Travelling expenses | 1,637 | 280 |
| | Printing & Stationery | 1,036 | 664 |
| | Subscription | 1,078 | 1,074 |
| | Legal and professional charges (Includes payment to Auditors - Refer Note No. 20.1) | 7,735 | 6,368 |
| | Goods & Service Tax (GST) | 5,294 | - |
| | Bank Charges | 39 | 24 |
| | Rates and taxes | 751 | 307 |
| | Insurance | 274 | 270 |
| | Telephone charges | 342 | 145 |
| | Publicity/ Advertisement | - | 745 |
| | Trusteeship fee -CBVDT (Canara Bank) | 4,000 | 4,000 |
| | Miscellaneous expenses | 8,956 | 6,763 |
| | | 59,363 | 48,048 |

20.1 Payment to Auditors

(Amount Rs '00)

| Particulars | For the Year ended March 31, 2024 | For the Year ended March 31, 2023 |
|---|-----------------------------------|-----------------------------------|
| Payment to Statutory Auditors | | |
| 1. Statutory Audit -K S Ramkumar & Co (PY : KS Ramkumar & Co) | 700 | 600 |
| 2. Tax Audit - MSSV & Co | 200 | 200 |
| 3. EDF Statutory & Tax Audit - MSSV & Co | 400 | 400 |
| Total | 1,300 | 1,200 |



CANBANK VENTURE CAPITAL FUND LIMITED
Notes forming part of financial statements

21. Employee benefits
Defined Contribution Plans

The Company makes contribution to Provident Fund which is a defined contribution plan for qualifying employees. Under the scheme, the Company is required to contribute a specific percentage of the payroll cost to fund the benefits. The Company recognize Rs.5821 (Previous year Rs.4088) for Provident Fund Contribution. (Amount in '00). The contribution payable to this plan by the Company is at rates specified in the rules of the scheme.

Defined Benefit Plan:
Leave Encashment- Principal Assumptions

| | As at 31 March 2024 | As at 31 March 2023 |
|---|--------------------------------|--------------------------------|
| Discount Rate (% p.a.) | 7.25% | 7.55% |
| Expected rate of salary increase (% p.a.) | 7.25% | 7.25% |
| Mortality rate | IALM 2012-14 Ult table | IALM 2012-14 Ult table |
| Normal retirement age | 60 | 60 |
| IALM : Indian Assured Lives Mortality | | |

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

22. Segment Reporting:

The Company is an Asset Management Company, presently managing three 'Venture Capital Funds' and one 'Fund of Funds' as at the end of this financial year. The activities of the company revolve around this business and the operations are only in India. As such there is no other reportable segment as defined by the Accounting Standard 17 - Segment Reporting prescribed by the Companies (Accounting Standards) Rules,2006.

23. Related Party Disclosures:

(i) Related Parties:

- Canara Bank – Parent Bank
- Canara Robeco – Associate Company
- Canbank Computer Services Ltd – Associate Company
- Canbank Securities Ltd. – Associate Company

(ii) Transactions with Related Parties: (Amount in '00)

| Nature of Transactions | Volume of Transactions during the year | | Year End Balance | |
|-------------------------------|---|---------|-------------------------|---------|
| | 2023-24 | 2022-23 | 2023-24 | 2022-23 |
| | | | | |



CANBANK VENTURE CAPITAL FUND LIMITED
Notes forming part of financial statements

| | | | | |
|--|-----------|-------------|-----------|-----------|
| a) Canara Bank: | | | | |
| Equity Contribution: All the shares are held by Canara Bank and its nominees | - | - | 25,000 | 25,000 |
| Lease Rent for the company's RO premises | 21,263 | 21,263 | 1,595 | 1,595 |
| Quarters' Rent to deputed staff | 13,522 | 11,123 | 909 | 3,236 |
| Bank Deposit with Canara Bank branch | 63,40,000 | 31,13,000 | 28,59,000 | 29,69,764 |
| Interest accrued but not due on bank deposits | 2,24,776 | 1,35,388 | 1,40,949 | 1,22,239 |
| Salary, Gratuity & Leave Salary to deputed staff | 83,145 | 98,983 | 26,214 | 16,321 |
| Interim Dividend FY 23-24 | 2,50,000 | - | - | - |
| Final Dividend FY 22-23 | 50,000 | - | - | - |
| b) Group Entities: | | | | |
| Canara Robeco – Purchase of Mutual Fund (including switchover) | 1,07,500 | 1,12,29,935 | - | - |
| Canara Robeco – Sale of Mutual Fund | 1,08,857 | 112,29,935 | - | - |
| Profit on sale of Mutual Fund investments | 1,357 | 35,117 | - | - |
| Canbank Computer Services Ltd. (CCSL) - R&T Agents | 200 | 201 | 50 | 50 |
| Canbank Securities Ltd (for demat account) | 12 | - | - | - |

(iii) Participation in Management including deputation of employees:

(a) Members of the Board of Directors.

(b) The Managing Director deputed from Canara Bank (Parent Bank) is the key Managerial personnel of the company.



CANBANK VENTURE CAPITAL FUND LIMITED
Notes forming part of financial statements

24. Earnings Per Share (EPS)

(Amount in '00)

| | As at 31 March 2024 | As at 31 March 2023 |
|--|--------------------------------|--------------------------------|
| Profit After Tax | 1,29,933 | 1,28,390 |
| Weighted average number of equity shares | 2,500 | 2,500 |
| Earnings Per Share (Basic and Diluted) | 51.97 | 51.36 |
| Face Value per share | 10 | 10 |

25. Deferred Tax Assets/Liabilities:

Pursuant to Accounting Standard 22 on Accounting for Taxed on Income prescribed under the Companies (Accounts) Rules, 2014, the components of deferred tax assets/(Liabilities) is as under:

(Amount in '00)

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|---|------------------------------------|------------------------------------|
| Deferred tax (liabilities) / assets | | |
| <u>Tax effect of items constituting deferred tax assets</u> | | |
| On difference between book balance and tax balance of fixed assets | 6,241 | 6,388 |
| Disallowances under Section 43B of the Income Tax Act, 1961 | 8,904 | 9,165 |
| Deferred tax (liabilities) / assets (net) | 15,145 | 15,553 |
| The Company has recognized deferred tax assets on the difference between the book balance and the written down value of fixed assets under Income Tax and on disallowances under section 43B on the Income Tax Act, 1961. | | |

26. The Company is also a Trustee, which facilitates transactions on behalf of Canbank Venture Capital Fund (CVCF) and the transactions of the funds are not accounted in the books of the Company. Further, all the investments in the shares of the investee companies made on behalf of CVCF which is a Trust continue to be held in the name of the company as a trustee due to requirement of Section 88 of the Companies Act, 2013.

The value of equity investments (including preference shares) held by the Company on behalf of CVCF as at the end of financial year is Rs.37,68,180 (Previous year:Rs.141,18,180). (Amount in '00).

Further any amount received by the company in respect of the fund/employee along with TDS is transferred to the respective funds/employees as the same pertains to them.

27. Ministry of Electronics and Information Technology (MeitY), Government of India (GOI) has formulated the Electronics Development Fund (EDF) policy for setting up of 'Fund of Funds' to invest in other Private Equity / Venture Capital Funds (Daughter Funds) for providing risk capital to companies developing new technologies in the area of Electronics,



CANBANK VENTURE CAPITAL FUND LIMITED
Notes forming part of financial statements

Nano-electronics and IT. CVCFL has been assigned the mandate by Meity, GOI for managing the Electronics Development Fund. The Performance Guarantee of Rs.50,000 is given by the Company for EDF for which Rs.10,764 has been kept as deposit with Canara Bank as margin money. (Amount in '00).

CVCFL is eligible for the management fee based on the commitments issued to the daughter funds. The rates of management fee have been brought out in the EDF's Contribution Agreement. The management fee has been so charged by CVCFL at the agreed rates in the EDF's Contribution Agreement only after the agreements with the Daughter Funds have been executed. Thus, the Management Fee earned by CVCFL during the current financial year is Rs.1,22,727 (Previous Year :1,35,018). (Amount in '00).

CVCFL, being the investment manager to Canara Bank Venture Development Trust has launched a scheme of CBVD Trust i.e. Empower India Fund (EIF) with the commitment of Rs.235,00,000 by declaring the first close of the fund on 06.12.2019 and final close on 05.12.2021. Though the management fee payable to the investment manager is at 2% on aggregate capital commitments from the first /initial closing, due to the percentage restriction tagged to the contribution commitment and the management fee shall not be chargeable on the contributions made by CVCFL as one of the contributor, the total investible corpus works out to Rs.27,50,000 only. As such, the Management fee earned by CVCFL during the current financial year is Rs. 55,000/- (Previous Year: Rs.55,000). (Amount in '00).

28. The tenure of Emerging India Growth Fund (EIGF), the Fifth Fund of Canbank Venture Capital Fund was ended on 31.12.2019. As such, the Management fee and Trusteeship fee from EIGF have been collected till 31.12.2019 only as per the terms of Contribution cum Management Agreement.

29. EDF has paid Rs.1,144 towards partial redemption of corpus for FY 2023-24. Accordingly, the investments in EDF has been reduced in line with the distribution waterfall of EDF. (Amount in '00).

30. Canara Bank Venture Development Trust (CBVDT) was formed and registered under SEBI (AIF) Regulations, 2012 with Canara Bank as Settlor & Trustee. CVCFL is appointed as the Investment Manager for all the schemes floated under this Trust. EDF is the first scheme under this Trust. The Contribution cum Management Agreement with Meity for EDF was executed on 21.02.2017. In terms of the said CMA, CVCFL, so far, has invested its commitment of Rs.1,00,000 in Electronics Development Fund (EDF) and the outstanding corpus as on 31.03.2024 stands at Rs.90,773. (Amount in '00).

31. Canara Bank Venture Development Trust (CBVDT) was formed and registered under SEBI (AIF) Regulations, 2012 with Canara Bank as Settlor & Trustee. CVCFL is appointed as the Investment Manager for all the schemes floated under this Trust. CBVDT has so far setup two funds viz., Electronics Development Fund (the Funds of Funds) and Empower India Fund (EIF).

32. Empower India Fund (EIF) was set up by CVCFL for which it has contributed Rs.5,59,800 so far towards the corpus of its committed corpus of Rs.10,00,000. Partial redemption of corpus has been made to the extent of Rs.1,29,170. The net outstanding has been shown under Investments. (Amount in '00).



CANBANK VENTURE CAPITAL FUND LIMITED
Notes forming part of financial statements

33. Under the provisions of the Income-tax Act, 1961 an investment fund established or incorporated in India and registered with the Securities and Exchange Board of India (SEBI) as a Category I or a Category II Alternative Investment Fund (AIF) and erstwhile Venture Capital Fund registered under SEBI VCF Regulations 1996 is accorded tax pass through status, i.e., income shall be chargeable to tax directly in the hands of its investors.

These amounts have been offered to Income Tax during the year in the tax assessments under the specific provisions of the Income tax Act, 1961 applicable to a Venture Capital Fund/Alternative Investment Fund in line with the Form 64 received from the investee funds in the year in which such form is received as under (received for FY 2022-23).

Pass through income from' (Amount Rs '00)

| VCF/AIF | STCG | LTCG | Other Income | Total |
|---------|------|-------|--------------|---------|
| EDF | 362 | 11721 | 86 | 12169 |
| EIGF | - | 537 | 1 | 538 |
| EIF | - | - | (11858) | (11858) |
| Total | 362 | 12258 | (11771) | 849 |

(Net amount in PY, Rs.(1536). However, they have not been recognized in the books of account as the collection of revenues is unascertainable in lieu of the distribution waterfall in the fund management agreement. Such revenues will be recognized in the year of distribution. (Amount in '00).

34. Contingent liabilities and commitments (to the extent not provided for)

(Amount in'00)

| | As at 31 March 2024 | As at 31 March 2023 |
|--|------------------------|------------------------|
| (a) Contingent liability | | |
| (i) Performance guarantee given to Meity for EDF) | 50,000 | 50,000 |
| (ii) GST appeals for FY 2017-18 for availing excess ITC during the transitional period | 14,865 | 14,865 |
| (b) Commitments | - | - |

The Company has received a notice of demand from the GST authorities, demanding Rs 21,898 (Amount in '00) as tabulated below:

(Amount in '00)

| Financial Year | Demand |
|----------------|--------|
| FY 2017-18 | 15,607 |
| FY 2018-19 | 5,482 |
| FY 2019-20 | 809 |

Out of the above sums, the company has filed an appeal with JCCT (Appeals) on 20.01.2024 for the FY 2017-18 by remitting Rs.742 on the basic tax demand. The Company is therefore contingently liable as on date for Rs.14865, the net demand. Company has discharged its liability for the remaining years.(Amount in '00).



CANBANK VENTURE CAPITAL FUND LIMITED

Notes forming part of financial statements

35. As per Section 135 of the Companies Act, 2013, CVCFL is subject to spend 2% of its average profit on CSR activities. The CSR amount for FY 2023-24 is Rs.NIL as the average Net profit of the Company is Rs.2,46,629 for Previous three years is below the thresholding limit of Rs.5,00,000 (Amount in'00).

36.Canbank Computer Services Ltd. (CCSL) are the Registrar & Transfer Agents for handling CVCFL's dematerialized shares with NSDL, appointed as per MCA notification 'Companies (Prospectus and Allotment of Securities) Third Amendment Rules, 2018' dated 10.09.2018.

37. Ratio Analysis:

| PARTICULARS | 31.03.2023 | 31.03.2024 | Explanation for computing ratios |
|----------------------------------|------------|------------|--|
| Current Ratio | 56.19 | 65.25 | Current assets / Current liabilities |
| Debt Equity Ratio | 0.01 | 0.01 | Total liabilities / Shareholder's equity |
| Debt Service Coverage Ratio | NA | NA | EBITDA/Interest + Principal |
| ROE % | 3.39% | 3.59% | Net income / Shareholder's equity |
| Inventory turnover Ratio | 2117% | 3196% | Cost of goods sold / Average inventory |
| Trade receivables turnover Ratio | 569% | 681% | Net credit sales / Average accounts receivable |
| Trade payables turnover Ratio | 2100% | 3786% | Net credit sales / Average accounts payable |
| Net Capital turnover Ratio | 11.71% | 13.53% | Net revenue/WC (CA-CL) |
| Net Profit Ratio | 35.17% | 31.52% | Net Profit/Net sales |
| Return on capital employed | 4.85% | 5.80% | PBT/(current assets-current liabilities) |
| Return on Investment | 3.39% | 3.59% | Net Income / Cost of Investment |

The change in ratios by more than 25% as compared to the preceding year is due to decline /increase in income and slight increase /decrease in expenditure for the year.

38. Other Additional Regulatory information / disclosures: discrepancies

- Company is the lessee and the lease agreement is executed with lessor, Canara Bank for the RO of the Company. There are no Immovable properties held by the Company.
- Loans or Advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013) either severally or jointly with any other person that are (i) repayable on demand or (ii) without specifying any terms or period of payment during the year is Nil.



CANBANK VENTURE CAPITAL FUND LIMITED
Notes forming part of financial statements

- (c) Company is not covered under section 135 of the Companies Act 2013 for FY 2023-24 as the profit for the year is below the threshold limit of Rs.5,00,000. Hence, disclosure with regard to CSR activities as per the amended act does not arise. (Amount in '00).
- (d) Company has not traded or invested in Crypto Currency or Virtual Currency during the financial year. Hence, disclosure as per the amended act does not arise.
- (e) Capital Work in Progress (CWIP) whose completion is overdue or has extended its cost compared to its original plan, following CWIP completion is : NIL.
- (f) There are no intangible assets under development.
- (g) Company do not have any vigilance cases (complaints received, disposed & balance outstanding, departmental enquiries, prosecution, punishments imposed etc.,) and pending corrective action and RTI matters during FY 2023-24 and for previous years.
- (h) Company do not hold any Benami property under the Benami Transactions (prohibition) Act, 1988 (45 of 1988) and the rules thereunder.
- (i) Company has no working capital/borrowings from Banks or financial institutions on the basis of security of current assets. As such, declaration of willful defaulter by any bank or financial institution or other lender and disclosure of un utilization of borrowings does not arise.
- (j) Company has not granted/provided or received any advance, loan to/from any other persons or entity/entities including foreign entities.
- (k) Company do not have any transactions with companies struck off U/s 248 of the Company's Act 2013 or section 560 of Companies Act, 1956.
- (l) There are no charges or satisfaction yet to be registered with ROC beyond statutory period.
- (m) Compliance with number of layers of Companies prescribed under clause (87) of Section 2 of the Act read with Companies (Restriction on no.of layers) Rules, 2017 – NIL.
- (n) Compliance with approved scheme(s) of arrangements approved by the competent authority in terms of section 230 to 237 (Corporate restructuring) of the Companies Act, 2013 – NIL.
- 39.** Previous year's figures have been re-grouped/ re-classified wherever necessary to correspond with the current year's classification/disclosure.

40. Figures are rounded off to the nearest hundred..



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