#### **WE AIM AT**

Having 400 branches in all over India and abroad with a portfolio size of Rs. 1,000 crores and a client base of 5.00 lakhs by March, 2025 and shall become a Bank.

### **MISSION**

To provide appropriate financial products and other support services to improve the social and economic status of the people in economic backwardness across India and Abroad.

#### **AUDITORS**

❖ M/S. ANBALAGAN & CO., TRICHY

### VISION

Act as a catalyst to provide the best financial services to improve the social and economic status of the people.

### **OBJECTIVES**

The main object of the company is to carry on the service of providing financial support to the poor women enabling them to venture into micro enterprise activities to improve their standard of living.

#### **CONSULTANTS**

- MR. MARIA PAULIAN GASPAR RAJ
- MR. CS.J.JOHN OHILVI M.COM, LLB, FCS. PHD

#### **EXECUTIVES**

- MR. S. CHARLES SELVARAJ, B.Phil., M.Com., MBA., AICWA
- MR. P. STEPHEN, MBA., M.Com., B.Ed., DMF
- MR. C. BARATHA KRISHNAN, M.Sc., CAIIB
- MRS. SHARMA KIRTI, ACS

- Managing Director & CEO
- General Manager
- Chief Administrative Manager
- Company Secretary

#### STAFF TEAM APART FROM EXECUTIVES

- ❖ FIELD OFFICERS 48
- ❖ CREDIT OFFICERS 11
- ❖ BRANCH MANAGERS 11
- ❖ AREA MANAGERS 2
- ❖ AUDIT MANAGERS 2
- ❖ MANAGER ACCOUNTS 1
- ❖ MANAGER FINANCE 1
- ❖ MANAGER IT 1
- ❖ MANAGER HR 1
- ❖ ASST ACCOUNTANTS 2

#### **HO OPERATIONS TEAM**

- ❖ OPERATIONS MANAGER 1
- ❖ FILE CHECKING 2
- ❖ DATA ENTRY 2
- ❖ TELE CALL -2
- ❖ NEFT/INSURANCE 1
- ❖ OFFICE ASSISTANT 1

### From the Desk of Managing Director

#### Dear Shareholders,

It is great pleasure for me to meet you all through this eleventh Annual Report!

I am pleased to inform you that our Company is on growth trend and journeying as per the projection amidst the crisis that affected the Financial Sector especially the Non Banking Finance Companies. We continued to grow as per our budget projections. "All our dreams can come true, if we have the courage to pursue them" is a quote that comes to my mind at this juncture.



Our business volume has just doubled the size of the business of previous year and still maintaining the Portfolio at Risk (PAR) less than 0.25% because of the best systems and procedures to govern the operations and the finance and having good monitoring system in place which were acknowledged by the lenders who had visited our company. We have upgraded the IT and the MIS system by putting in place relevant policies and getting done customized reports necessary for the top management during the year. We are looking for further improving the IT & MIS system by integrating a smart phone based application with our existing Software. This would provide real time data, speeding up processing of loan applications with more accuracy, reduced time and work force and ultimately improve our operational efficiency.

"There is nothing more beautiful than someone who goes out of their way to make life beautiful for others" is a quote by Mandy Hale. I thank all the shareholders who made success the offer for issue of additional shares for Rs.4 Crores with share premium amount of Rs.62 lakhs, during the year. This helped the company to have better debt – equity leverage and enhanced the borrowing capacity of the company. This helped reaching out to hundreds of families by creating access of funds for their business needs and giving a helping hand to come out of their economic backwardness. I request your continued support in the years to come also.

As the Company is in the growth path, major shareholders are of the opinion to postpone the dividend declaration to following years. Accordingly dividend was not declared in the year.

I affirm that our company shall achieve newer heights in the coming year. We aim at having around 400 branches all over India with a portfolio size of Rs.1,000 crores and with a base of 5 lakhs clients by March, 2025 and shall become a small finance bank. I thank all the shareholders, Banks and Financial Institutions, Government Offices, SRO – SaDhan and all supporters and the staff members by whom the company was able to attain the desired results.

(S. Charles Selvaraj)
Managing Director & CEO



(RBI Certificate of Registration No. N-07-00779. Dated 06-06-2014)

No. C 50, Gurudev Nagar, Avaniapuram Bye Pass Road, Madurai - 625 012, Tamilnadu, India

Corporate Identity Number: U65929TN2008PLCO68502

Date	:		

#### NOTICE TO MEMBERS

Date: 28.08.2019

Notice is hereby given that the ELEVENTH ANNUAL GENERAL MEETING of M/S VIRUTCHAM MICRO FINANCE LIMITED will be held at 10.30 AM on 23<sup>rd</sup> September, 2019, Monday at the registered office of the company at No.C50, Gurudev Nagar, Avaniapuram Bypass Road., Madurai - 625012 to transact the following business:

#### ORDINARY BUSINESS:

#### ADOPTION OF ACCOUNTS

 To consider and adopt the Audited Balance Sheet, Statement of Profit &Loss Account and Cash Flow Statements as at 31.03.2019 and the reports of the Directors and Auditors thereon.

If approved with or without modification, the following resolution will be passed as ordinary resolution.

**RESOLVED** to approve and adopt the Audited Balance Sheet and Statement of profit and loss for the financial year 2018-19 along with Directors Report and Auditors Report of the company.

#### APPOINTMENT OF AUDITORS

 To reappoint Auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of the Annual General Meeting to be held in the year 2020 and to authorize the board to fix their remuneration.

If approved with or without modification, the following resolution will be passed as ordinary resolution.

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(RBI Certificate of Registration No. N-07-00779. Dated 06-06-2014)

No. C 50, Gurudev Nagar, Avaniapuram Bye Pass Road, Madurai - 625 012, Tamilnadu, India

Corporate Identity Number: U65929TN2008PLCO68502

Date			

"RESOLVED THAT pursuant to provisions of Sec 139 and all other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 as amended from time to time, M/S ANBALAGAN & CO., Trichy (FRN:011394S) who retire by conclusion of this Annual General Meeting, be and are hereby re-appointed as the statutory auditors of the company to hold office till the conclusion of next Annual General Meeting at such remuneration as may be mutually agreed between the Board of Directors of the Company and the Statutory Auditors.

#### APPOINTMENT OF DIRECTORS:

- 3. To appoint Mr. Dev Ashokan (DIN:07031456), who retires by rotation and being eligible, offers himself for reappointment as a Director and in this regard pass the following resolution as Ordinary Resolution.
  - "RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, **Mr. Dev Ashokan (DIN:07031456)**, who retires by rotation at this meeting and being eligible has offered himself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation."
- 4. To appoint **Dr. Alex Francisco Nicholas (DIN: 06968258)**, who retires by rotation and being eligible, offers himself for reappointment as a Director and in this regard pass the following resolution as **Ordinary Resolution**.
  - "RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, **Dr. Alex Francisco Nicholas (DIN: 06968258)**, who retires by rotation at this meeting and being eligible has offered himself for re-appointment, be and is hereby reappointed as a Director of the Company, liable to retire by rotation."



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Corporate Identity Number: U65929TN2008PLCO68502

Date				
Date	 	 	 	

#### II. SPECIAL BUSINESS

5. To appoint Mr. **Antony Cruz (DIN:06995604)** as Independent Director and in this regard pass the following resolution as **Ordinary Resolution** 

"RESOLVED THAT pursuant to the provisions of Sections 149 and 152 read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 ("the Act") and the Companies (Appointment and Qualification of Directors) Rules, 2014 Mr. Antony Cruz (DIN:06995604), who qualifies for being appointed as an Independent Director and was appointed as Addition Director in the meeting of Board of Directors held on 26<sup>th</sup> February, 2019, be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation and to hold office for a term of 3 (three) consecutive years, that is, up to the Annual General Meeting to be held in the year 2022"

#### 6. CONFIRMING BORROWING POWERS:

To approve borrowing in excess of paid up capital and free reserves.

To consider and if thought fit pass the following resolution as special resolution with or without modifications

Resolved to approve borrowings from Banks and Financial Institutions, Social Organizations, Government and quasi Government organizations, PE investors up to 10 times the new owned funds of the company with or without security for the business purposes.

By order of Board,

For VIRUTCHAM MICROFINANCE LIMITED

Place: Madurai Date:28.08.2019 Madurai Co Madurai Co

(S. Charles Selvaraj) Managing Director

**(**) 0452 - 2092109



(RBI Certificate of Registration No. N-07-00779. Dated 06-06-2014)

No. C 50, Gurudev Nagar, Avaniapuram Bye Pass Road, Madurai - 625 012, Tamilnadu, India

Corporate Identity Number: U65929TN2008PLCO68502

-			
Date			

#### Note:

A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and such proxy need not be a member of the company. The proxies to be effective should be deposited at the Registered Office of the company not later than 48 hours before the commencement of the meeting.

Explanatory Statement under section 102 of Companies Act 2013 to the above resolutions:

#### 1. Appointment of Auditor:

Anbalagan & CO, being a firm, according to Sec.139(2)(b), is eligible for appointment for two consecutive term of 5 years. The Firm has completed the first term of five years by the financial year 2016 – '17. The second term of five years shall end by the financial year 2021 – '22 and shall be in office until the 14<sup>th</sup> Annual General Meeting. According to provision 139 (9)(1) the reappointment of the Statutory Auditor has been placed before the AGM for ratification.

None of the Directors interested in the resolution.

#### 2. Appointment of Directors:

#### i. Reappointment of Mr. Dev Ashokan

Mr. Dev Ashokan, Director who retires by rotation and eligible for reappointment expressed his willingness for reappointment as Director.

#### ii. Reappointment of Dr. Alex Francisco Nicholas

Dr. Dr. Alex Francisco Nicholas, Director who retires by rotation and eligible for reappointment expressed his willingness for reappointment as Director.

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Date	Constant of the Constant	

### iii. Appointment of Mr. Antony Cruz as Independent Director

Mr. Antony Cruz has been the advisor to the board of Virutcham Microfinance Company since the year 2012. He is a philanthropist. Based on his experience in the field of Microfinance his name was nominated to consider to be appointed as non executive Independent Director of the Company. He expressed his willingness, by a letter, to act as an Independent Director to the Company along with the declaration he is not disqualified to become a director and has the eligibility to be appointed as Independent Director under Companies Act, 2013.

None of the Directors other than Mr. Dev Ashokan, Dr. Alex Francisco Nicholas and Mr. Antony Cruz, is interested in the resolution.

#### 3. Confirming Borrowing Powers:

The company being a Micro Finance Institution has to borrow from multiple Banks / Financial Institutions and other form of entities for on lending to its customers. Sufficient borrowing powers are required to proceed to approach various Banks and Financial Institutions. As the company is in growth trend and as new stakeholders are coming in, confirmation of borrowing power is sought.

None of the directors is interested in this proposal

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Corporate Identity Number: U65929TN2008PLCO68502

Date		
Date		

#### **DIRECTORS REPORT TO MEMBERS**

Your Directors take pleasure in presenting Eleventh Annual Report for the operations carried out in the Financial Year 2018 – 19.

#### FINANCIAL HIGHLIGHTS

Particulars	For the Financial Year ended 31 <sup>st</sup> March, 2019 (Amount in Rs.)	For the Financial Year ended 31 <sup>st</sup> March, 2018 (Amount in Rs.)
Gross Revenue	9,31,51,330	3,82,98,220
Profit Before Tax		
	61,91,384	40,69,535
Profit After Tax	46,50,470	31,25,914
Transfer to Statutory Reserves	9,30,094	6,25,183
Balance carried forward to General Reserve	37,20,376	16,93,791

#### STATE OF AFFAIRS / OPERATIONAL HIGHLIGHTS:

Microfinance Portfolio has increased from Rs.2,753.54 lakhs in the previous year to Rs.5167.08 lakhs in the current year irrespective of the funds crunch happened in NBFC sector and banks reluctant to lend to NBFCs. There is no Non Performing Asset in the Company.

The management took vigorous efforts to raise the equity capital of the company. This resulted raising Rs.4 crores for equity capital and Rs.62.54 lakhs towards share premium. The authorized capital of the company has been raised from Rs.10 crores to Rs.20 crores during the Financial Year. The paid up capital has been increased from Rs.5 crores to Rs.9 crores. Net owned funds have increased by 111.08 lakhs. Total Net Owned Funds of the company as on 31.03.2019 is Rs.1,168.80 lakhs. The qualifying assets as on 31.03.2019, as a microfinance institution, stood at comfortable level of 88.60%. The company has complied of all direction for MFI by RBI.

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**(**) 0452 - 2092109



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Corporate Identity Number: U65929TN2008PLCO68502

Date:

#### **FURTURE PROSPECTS**

The company has grown sizably and expanded its operations by opening two more branches during the financial year and it is planning to open 19 more branches and projected to have loan portfolio of Rs.14,000 lakhs by the end of next financial year. The management is further taking efforts to increase the paid up capital and raise the net paid up capital to Rs.20 crores by the end of March, 2020. The company has good systems and procedures in place which helped systematically developing good customer base and achieves very good growth.

#### CHANGE IN DIRECTORS

- Mr. Antony Cruz (DIN:06995604), who was earlier functioning as Advisor to the Board of Directors, was inducted as Additional Director (Independent Director) in the meeting of Board Directors held on 26<sup>th</sup> February, 2019. His appointment as "Independent Director" shall be placed in the eleventh annual general meeting for the approval of the shareholders.
- Mr. M. Jesudasan (DIN: 1653947), who was functioning as Chairman of the company resigned from the Board of Directors citing his health grounds and his resignation was accepted in the meeting of Board of Directors held on 26<sup>th</sup> November, 2018.
- Dr. M. Arumairaj (DIN: 2213539) has resigned from the Board of Directors on personal reasons and his resignation was accepted in the meeting of Board of Directors held on 26<sup>th</sup> November, 2019.
- 4. Mr. I. Newmen Jeevaraj (DIN: 06425397) who was inducted as Additional Director during the year left the Board of Directors due to statutory compliance issues.

#### **DIRECTOR'S RESPONSIBILITY STATEMENT:**

The Financial statements are prepared in accordance with the Generally Accepted Accounting Principles (GAAP) under the historical cost convention on accrual basis except for certain financial instruments, which are measured at fair values. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('the act'), read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified). There are no material departures from prescribed accounting standards in the adoption of these standards.

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Corporate Identity Number: U65929TN2008PLCO68502

Date:\_

#### The directors confirm that:

- In preparation of the annual accounts for the financial year ended March, 31, 2019 the applicable accounting standards have been followed.
- The directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period.
- The directors have taken proper and sufficient care towards the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- The Directors have prepared the Accounts on a Going Concern basis.

#### INDEPENDENT DIRECTORS

Mr. R.P. Joshua has been acting in the capacity of independent director from the date of his appointment. Mr. Antony cruz has been appointed as an additional Independent Director during the vear.

#### **BOARD MEETINGS**

Meeting of Board of Directors were held seven times during the financial year 2018 - 19. The dates of the board meetings are as follows. 28.05.2018, 13.08.2018, 26.11.2018, 25.01.2019, 26.02.2019, 23.03.2019 and 30.03.2019.

Meeting of Audit Committee were held once in a quarter and carried out necessary actions related to Accounts and Finance, Inspection of Branches, review of polices, risk aspects related to the business etc.



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Date:\_

**AUDITOR** 

Your present auditors M/s. Anbalagan & Co, Chartered Accountants, (FRN-011394S) has completed the first term of five years by the financial year 2016 – '17. The second term of five years started from the beginning of Tenth Annual General Meeting (FY- 2017 – '18) and can be in office until conclusion of the 14th Annual General Meeting (FY 2021 – '22) subject to ratification by the shareholder at each Annual General Meeting. Being eligible as a firm, offer themselves for reappointment. We recommend to the General Body, the reappointment of M/s. ANBALAGAN & CO till the conclusion of next AGM to be held in the year 2020. We have obtained from the Auditors, a letter as required under Section 139 of the Companies Act, 2013 to the effect that they satisfy the criteria provided in Sec.141.

#### **EXTRACT OF THE ANNUAL RETURN**

In accordance with Section 134(3)(a) of the Companies Act 2013, an extract of the Annual Return covering Financial Year of 1<sup>st</sup> April 2018 to 31<sup>st</sup> March, 2019, is annexed to this Board Report.

#### PARTICULARS OF EMPLOYEE

There was no employee in respect of whom information is required to be given pursuant of the Companies Act, 2013 read with the Companies (Particulars of Employees) Rules, 1975 as amended upto-date.

#### CONSERVATION OF ENERGY - TECHNOLOGY ABSORBTION

Our operations are neither energy intensive nor is there scope for any technology absorption. The Company does not have any Research and Development facility. The Company has not undertaken any R&D activity in any specific area during the year under review.

#### **RISK MANAGEMENT**

The company has well defined policy on Risk Management duly approved by the Board of Directors. Sufficient safeguard have been introduced in the process and monitoring.

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#### FOREIGN EXCHANGE EARNING & OUT GO

Date:

The company did not have such earnings and out go for foreign exchange.

#### **ACKNOWLEDGEMENT**

Your directors place on record deep appreciation for the excellent cooperation from all the Banks and the Financial Institutions and all Central & State Authorities.

Your directors also acknowledge the sustained good & committed work of the employees and support extended by shareholders.

Date

Place : Madurai : 30.05.2019 Madurai

For and on behalf of the Board

(S. Charles Selvaraj) Managing Director & CEO.

Extract of Annual returns can be accessed from the following links:

Extract of Annual returns: http://virutcham.org/annualreport.php

Annual returns: http://virutcham.org/annualreport.php

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#### **FUNDING PARTNERS**





























**ECLEAR LEASING & FINANCE PRIVATE LTD.** 

Money become easy....

#### **OPERATIONAL TREND**

Operations of the company have just doubled during the year, over the operations in previous year (2017-2018). Productivity has also significantly increased over the previous year Data given below in the table shows the business growth trend of the company over the last 5 Years.

PARTICULARS	Mar-15	Mar-16	Mar-17	Mar-18	Mar-19
NUMBER OF BRANCHES	6	6	6	9	11
NUMBER OF STAFF MEMBERS	14	16	30	74	92
NUMBER OF FIELD STAFF	13	13	15	36	48
NUMBER OF CENTERS / GROUPS	505	736	634	1,299	2,835
NUMBER OF ACTIVE CLIENTS	6,026	5,474	4,603	12,055	24168
PRINCIPAL OUTSTANDING (Rs. IN LAKHS)	800.45	719.3	920.27	2,753.54	5,167.08
LOAN DISBURSEMENT DETAILS					
DISBURSED LOAN ACCOUNTS	377	526	362	1,087	2,305
NUMBER OF CLIENTS	3,016	3,321	3,001	10,089	19525
DISBURSED LOAN AMOUNT (Rs. IN LAKHS)	804.8	893	933.41	3,052.90	5764.85
CUMILATIVE LOAN ACCOUNTS	1,935	2,461	2,823	3,910	6,215
CUMILATIVE LOAN MEMBERS	24,619	27,940	30,941	41,030	60,555
CUMULATIVE LOAN AMOUNT(Rs. IN LAKHS)	3,360.67	4,253.67	5,187.08	8,239.98	14,004.83
PRODUCTIVITY					
AVERAGE ACTIVE CLIENTS PER BRANCH	1,004	912	767	1,339	2,197
AVERAGE ACTIVE CLIENTS PER FIELD STAFF	464	421	307	335	504
AVERAGE LOAN DISBURSEMENT PER BRANCH (Rs.IN					
LAKHS)	134.13	148.83	155.57	339.21	524.08
AVERAGE LOAN DISBURSEMENT PER FIELD STAFF					
(Rs.IN LAKHS)	61.91	68.69	62.23	84.8	120.10
AVERAGE LOAN OUTSTANDING PER BRANCH(Rs.IN					
LAKHS)	133.41	119.88	153.38	305.95	469.73
AVERAGE LOAN OUTSTANDING PER FIELD STAFF					
(Rs.IN LAKHS)	61.57	55.33	61.35	76.49	107.65
AVERAGE LOAN DISBURSEMENT PER CLIENT (Rs.IN					
LAKHS)	0.27	0.27	0.31	0.3	0.30

#### **OPERATIONAL REPORT & BRANCH DETAILS:**

The table below shows that the company is in operational in two states namely Tamil Nadu and Kerala and has covered 9 districts. We are having one of the best operational process guided by the Operational Manual Selection of clients is done by door step verification of residential stability, proximity to the centre, repayment capacity etc., and eliciting credit history from Credit Bureau Report. Credit literacy and product information shared with all the members become accustomed to JLG concept is tested. Loan amount is credited in the Bank accounts of the clients and EMI collection is done though center meeting. MIS system provides necessary

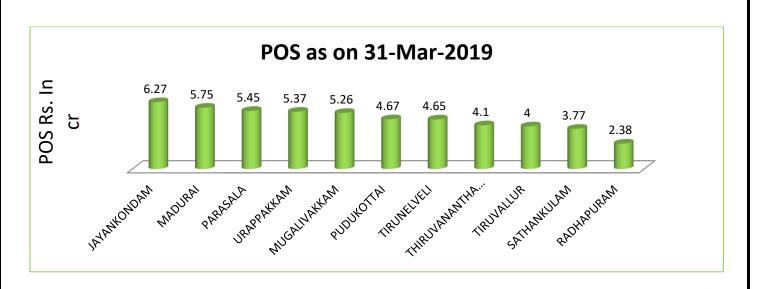
reports in software on time. There is two way control Mechanisms for effective management of operations of the company.

Branch Name	Branch Opening Date	District Covered	Taulks Covered	No of Villages Covered	Branch Address
Mugalivakkam	10.07.2009	Chennai	7	21	St. Thomas Hospital Campus, Phase – 3, AGS Colony, Mugalivakkam, Chennai - 600125. Phone: 044-22522887 Email: mugalivakkambranch@virutcham.org
Jayankondam	01.08.2009	Ariyalur	1	64	Door No.71/A4, Ist Floor, First Street, Sengunthapuram, Jayankondam – 621802. Phone: 04331/252933 Email: Jayankondambranch@virutcham.org
Sathankulam	01.08.2009	Thoothukudi	4	62	No.11/1, Middle Street, Sathankulam, Thoothukudi District – 628704. Phone: 04639-266936 Email: sathankulambranch@virutcham.org
Madurai	04.04.2012	Madurai	4	105	Door No.3/331, Ist Floor, Sikkandar Chavadi, Opposite to Jeeva Theatre, Backside of Complex,Madurai – 625 018. Phone: 0452/2660037 Email: maduraibranch@virutcham.org
Pudukottai	02.05.2013	Thoothukudi	5	315	No.1/96 I, Santhosh nager, Near Block Development Office, Pudukottai, Thoothukudi – 628103. Phone: 0461-2271927. Email: pudukottaibranch@virutcham.org
Tirunelveli	19.06.2013	Tirunelveli	4	140	B-47, NGO B Colony, Ist Floor, Perumalpuram Post, Tirunelveli – 627 007. Phone: 0462/2351909 Email: tirunelvelibranch@virutcham.org
Parasala	11.08.2017	Kanyakumari & Thiruvananthapuram	3	173	2 <sup>nd</sup> Floor, Block Development Office Road, Post Office Junction, Parasala – 695502. Kerala Phone: 0471-2202732 Email: parasalabranch@virutcham.org
Urappakkam	01.06.2017	Kanchipuram	4	48	No.19, Golden Homes, 2 <sup>nd</sup> Floor, Near EB Office, Urappakkam – 600 040, Chennai Phone: 044-47454515 Email: urapakkambranch@virutcham.org
Radhapuram	01.07.2017	Tirunelveli	3	68	175/5, Perumalkovil street, Radhapuram– 627111, Tirunelveli District, Phone: 04637-254109 Email:radhapurambranch@virutcham.org
Tiruvallur	25.04.2018	Tiruvallur	2	70	Plot No.18-19, Ganapathy Nagar, Ekkadu Post,Tiruvallur – 602 021. Email: tiruvallurbranch@virutcham.org
Thiruvanathapuram	03.08.2018	Thiruvananthapuram	5	109	MGRA 61, T C # 85/184-3, Second Floor, MKK Nair Road, Pettah P.O. Thiruvananthapuram – 695 024. Kerala State. Phone:0471-2461616 Email: thiruvanathapurambranch@virutcham.org

#### **BRANCHWISE PORTFOLIO OUTSTANDING AS ON 31.03.2019**

The following table gives the details of active centers, active clients, Principal Outstanding (POS) against each branch. There has been 2 times of increase in Portfolio of Rs. 27.54 crores in 31<sup>st</sup> March, 2018 to Rs.51.67 Crores by 31<sup>st</sup> March, 2019.

S.NO	BRANCH NAME	# CENTERS	# ACTIVE CLIENTS	# ACTIVE LOANS	% OF ACTIVE CLIENTS TO TOTAL ACTIVE CLIENTS	POS AS ON 31.03.2019(RS.)	% OF BRANCH POS TO TOTAL POS
1	JAYANKONDAM	316	2,801	2,967	11.59%	62,773,871	12.15%
2	MADURAI	339	2,879	3,125	11.91%	57,508,532	11.13%
3	MUGALIVAKKAM	259	2,283	2,486	9.45%	52,590,268	10.18%
4	PARASALA	345	2,937	3,563	12.15%	54,469,786	10.54%
5	PUDUKOTTAI	234	2,116	2,263	8.76%	46,682,738	9.03%
6	RADHAPURAM	137	1,191	1,250	4.93%	23,783,165	4.60%
7	SATHANKULAM	233	1,926	2,050	7.97%	37,665,719	7.29%
8	THIRUVANANTHAPURAM	200	1,557	1,557	6.44%	41,028,814	7.94%
9	TIRUNELVELI	241	2,049	2,213	8.48%	46,504,859	9.00%
10	TIRUVALLUR	213	1,670	1,772	6.91%	39,948,638	7.73%
11	URAPPAKKAM	318	2,759	3,221	11.42%	53,751,759	10.40%
	TOTAL	2,835	24,168	26,467	100.00%	516,708,149	100.00%



### Purpose of Loan:

The highest sector for which the loans are utilized is for service related activities (42%) like tailoring, readymade garments, making mini Tiffin centers and tea stalls, vessels and chairs rental, mechanic shop etc. Under the trading activity (18%) the beneficiaries have utilized the loan amount for petty shops, vegetable stalls, fish stalls, cloth selling on installment basis etc. 37% of the beneficiaries have utilized the loan amount for agriculture like paddy, millets, sugarcane farming, floriculture etc., and agriculture allied activities like animal husbandry, poultry, fishing etc. Utilization for production related activities comes least with 3% of portfolio. Soap making, pickles making, bricks kiln etc.

Loan Utilization	POS (Rs.)	Percentage to total portfolio
Service related activities	21,89,10,538	42.37%
Agriculture and allied activities	18,94,61,772	36.67%
Trading related activities	9,37,30,967	18.14%
Production related activities	1,46,04,872	2.83%
Total	51,67,08,149	100%

#### LOAN CYCLE WISE PORTFOLIO BREAK UP:

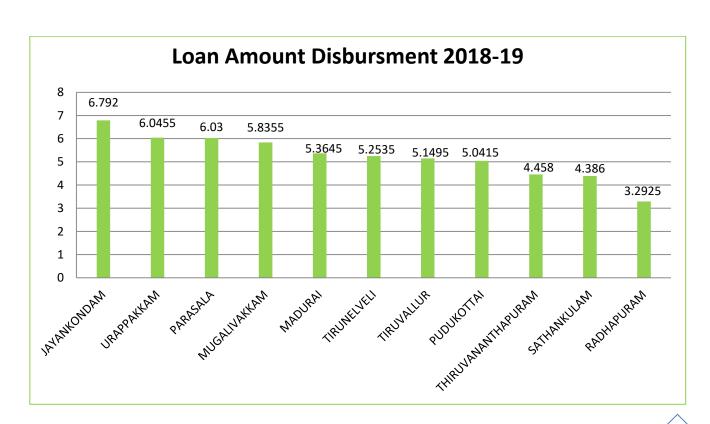
Almost 78% of our loan portfolio is pertained to the  $1^{st}$  cycle. 22.88% of the clients with us for more than 2 Years and have obtained loans up to  $4^{th}$  Cycle

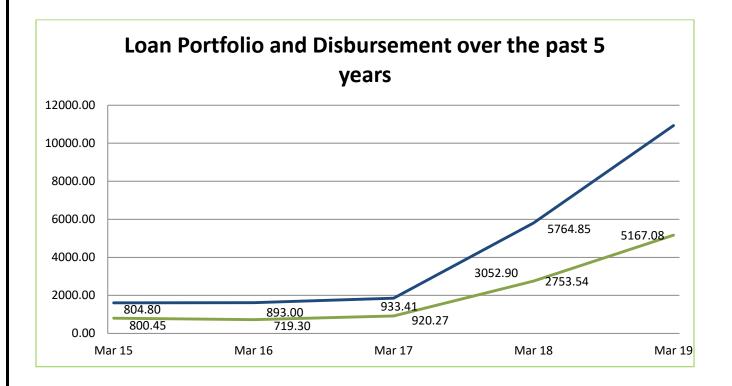
LOAN CYCLE	POS (RS.)	% TO TOTAL PORTFOLIO
1st CYCLE	403,654,704	78.12%
2nd CYCLE	80,248,865	15.53%
3rd CYCLE	24,166,505	4.68%
4th CYCLE	8,638,075	1.67%
TOTAL	516,708,149	100.00%

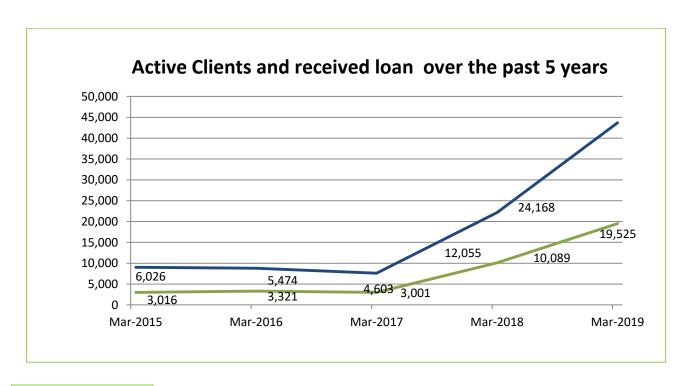
### BRANCH WISE LOAN DISBURSEMENT DURING THE YEAR 2018 - '19

Loan disbursed for Rs. 57.61 crores during the year ending March 2019. Women from 2,597 groups have received this micro loans enabling economic development of 19,370 families.

S.NO	Branch	# of Centers	# of Clients	Loan Amount Disbursement 2018-19	% to Total Disbursement
1	JAYANKONDAM	262	2133	67,920,000	11.79%
2	MADURAI	249	1874	53,625,000	9.31%
3	MUGALIVAKKAM	231	1907	58,355,000	10.13%
4	PARASALA	340	2190	60,100,000	10.43%
5	PUDUKOTTAI	211	1653	50,385,000	8.75%
6	RADHAPURAM	155	1141	32,895,000	5.71%
7	SATHANKULAM	189	1407	43,800,000	7.60%
8	THIRUVANANTHAPURAM	200	1557	44,580,000	7.74%
9	TIRUNELVELI	235	1639	52,535,000	9.12%
10	TIRUVALLUR	240	1773	51,495,000	8.94%
11	URAPPAKKAM	285	2096	60,455,000	10.49%
	TOTAL	2597	19370	576,145,000	100.00%







**Grading and Rating:** 

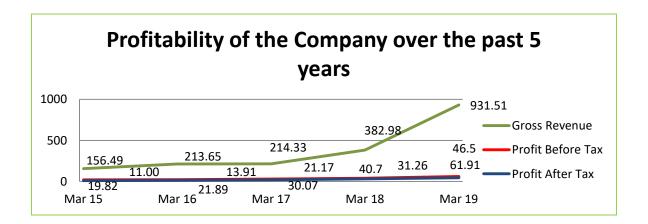
ACUITE SMERA awarded grading of 'M3' indicating above average capacity of the MFI to manage its operations in a sustainable manner.

ACUITE has awarded rating of 'ACUITE BB+'. The outlook is 'Stable'

#### **PROFITABILITY:**

The Company is taking all the efforts to minimize the cost of funds and increase the profitability.

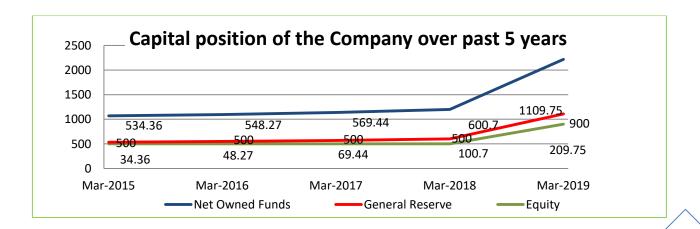
Profitability	Mar- 2015	Mar- 2016	Mar- 2017	Mar- 2018	Mar- 2019
Gross Revenue	156.49	213.65	214.33	382.98	931.51
Profit Before Tax	19.82	21.89	30.07	40.70	61.91
Profit After Tax	11.00	13.91	21.17	31.26	46.50



### Capital:

The table below and the line chart show the equity, general reserve and overall netowned funds of the company over the past 5 years. We were able to infuse fresh equity capital of Rs . 4 crores and share premium money of 63 lakhs during the year.

Capital	March- 2015	March- 2016	March- 2017	March- 2018	March- 2019
Equity	500.00	500.00	500.00	500.00	900.00
General Reserve	34.36	48.27	69.44	100.70	209.75
Net Owned Funds	534.36	548.27	569.44	600.70	1109.75



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Date:

Independent Auditor's Opinion

To the Members of "M/s. VIRUTCHAM MICROFINANCE LTD.".

Report on the standalone Financial Statements

#### Opinion

We have audited the accompanying Standalone financial statements of M/s. VIRUTCHAM MICROFINANCE LTD. ("the Company") which comprises the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner sorequired and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and profit/loss, and its cash flows for the year ended on that date.

### **Basis for Opinion**

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



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# Date:

### Responsibility of Management for the Standalone Financial Statements

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

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

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.



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#### Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable as Annexure A to this report.

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

We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

- a. 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.
- b. The Company does not have the any branches Audited by any other auditor.
- c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".



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Place: Madurai

Date: 30.05.2019



Date:

- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For ANBALAGAN & CO., Chartered Accountants

FRN: 011394 S

CA N ANBALAGAN

Proprietor M.No.: 019503

N. ANBALAGAN , B.A., F.C.A

Chartered Accountants FR No: 011394S No:11, Shopping Complex 2nd Floor, Salai Road, Woraiyur,Trichy-620 003. Ph:0431-2767084 Cell:93602 15739 / 95855 33617

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# Date: ANNEXURE-'A' TO THE AUDITORS' REPORT

### REPORT OF THE AUDITOR TO THE MEMBERS IN ACCORDANCE WITH THE

### **COMPANIES (AUDITORS' REPORT) ORDER 2016**

- 1. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
  - (b)As explained to us, fixed assets are physically verified by the management at reasonable intervals, which, in our opinion, is reasonable looking to the size of the Company and the nature of its business. No material discrepancies were noticed on such verification.
  - (c)According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company does not hold any title deeds of immovable properties.
- 2. The Company being an Non-Banking Finance Company it does not hold any inventory, hence this clause is not applicable.
- 3. According to the information and explanations given to us and on the basis of our examination of the books of account, it was observed that the Company has granted loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under section 189 of the Companies Act, 2013. Consequently, the provisions of clauses iii(a) relating to receipt of principal amount and interest, and iii(b) relating to overdue amount, of the order are not applicable to the Company.
- 4. According to the information and explanations given to us and on the basis of our examination of the books of account, it was observed that the Company has neither granted any loans to the Directors nor any investments were made by the Company. Hence, the provisions of section 185 and 186 of the Companies Act, 2013 are not applicable.



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Date:

- 5. During the year the Company has not accepted any deposits from non-members. As such the compliance with the directives issued by the Reserve Bank of India and the provisions of Section 73 to 76 of the Companies Act, 2013 and rules framed there under are not applicable.
- 6. As per information & explanation given by the management, maintenance of cost records has not been prescribed by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for any of the activities of the Company.
- 7. (a) According to the records, the Company is regular in depositing with appropriate authorities undisputed statutory dues including Investor Education and Protection Funds, Provident Funds, Employees' State Insurance, Income Tax, Sales Tax, Goods and Service Tax, Wealth Tax, Customs Duty, Excise Duty, Cess and other applicable statutory dues during the year.
  - (b) According to the information and explanations given to us, there is no amounts payable in respect of income tax and service tax, Goods and Service tax, which have not been deposited on account of any disputes.
- 8. Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
- 9. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans were obtained by the Company was applied for the purpose it was raised for.
- 10. Based on the audit procedures performed and the information and explanations given to us, there have been no frauds reported during the period under review. However, the company was following up cases involved in frauds which took place in the earlier years and the progress is being monitored closely.



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Date:

- 11. According to the information and explanations given to us and based on our examination of the records of the Company, matters relating to limits on managerial remuneration are not applicable, since the Company is a private limited company and is exempted from the provisions of section 197.
- 12. The Company is not a chit fund or a Nidhi /mutual benefit fund/society. Accordingly, this paragraph of the Order is not applicable.
- 13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by applicable accounting standards.
- 14. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has made preferential allotment of shares as such the requirement of section 42 of the Companies Ac, 2013 have been complied with.
- 15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with any of its directors as is mentioned in Section 192 of the Act.
- 16. The company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and accordingly it has been registered bearing certificate of registration number as N-07-00779. The company has surrendered the NBFC-MFI License after the period audited by us.

For ANBALAGAN & CO.,

Chartered Accountants

FRN: 011394 S

i

Place: Madurai

Date:30.05.2019

CA N ANBALAGAN

Proprietor

M.No.: 019503

N. ANBALAGAN , B.A., F.C.A

Chartered Accountants FR No: 011394S No:11, Shopping Complex

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### ANNEXURE -'B' TO THE AUDITORS' REPORT

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

We have audited the internal financial controls over financial reporting of M/s. VIRUTCHAM MICROFINANCE LTD("the Company") as of 31stMarch 2019 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

### Management's Responsibility for Internal Financial Controls

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

#### Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit.



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

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

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

#### Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial 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,



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- 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 have an adequate internal financial controls system over financial reporting and internal financial controls over financial reporting as at 31stMarch 2019, as required under the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For ANBALAGAN & CO.,

Chartered Accountants

FRN: 011394 S

Place: Madurai Date: 30.05.2019 CA N ANBALAGAN Proprietor M.No.: 019503

N. ANBALAGAN , B.A., F.C.A

Chartered Accountants
FR No: 011394S

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Date		 	 	

### Statutory Auditor's certificate (SAC)

We have examined the books of accounts and other records of M/s. **VIRUTCHAM MICROFINANCE LTD.** for the financial year ending 31<sup>st</sup> March, 2019. On the basis of the information submitted to us, we certify the following:

SI.	Particulars	Details
1.	Name of the company	M/s. VIRUTCHAM MICROFINANCE
		Limited.
2.	Certificate of Registration No.	N-07-00779
3.	Registered Office address	C50,Gurudev Nagar,Byepass
		Road, Avaniya puram , Madurai, Tamil Nadu-
		625012
4.	Corporate Office address	C50,Gurudev Nagar,Byepass
		Road,Avaniyapuram , Madurai,
		Tamil Nadu-625012
5.	The company has been classified by RBI as: (Investment	NBFC-MFI
	Company / Loan Company / AFC/ NBFC-	
	MFI, NBFC – Factor / IFC / IDF – NBFC)	
6.	Net Owned Fund (in Lakhs)	Rs. 1,103.69
7.	Total assets (in Lakhs)	Rs. 6,309.02
8.	Asset Income Pattern:	
	(in terms of RBI Press Release 1998-99/1269 dated April 8, 1999)	
	a) % of Financial assets (includingBank	
	balances*) to Total assets	97.17%
	b) & of Financial income to Gross Income	90.79%
		30.73%
9.	Whether the company was holding any Public	No
	deposits, as on March 31, 2019	
10.	Has the company transferred a sum not less than	Yes.
	20% of its Net Profit for the year to Reserve Fund? (in terms	
	of Sec 45-IC of the RBI Act, 1934)	
11.	Has the company received any FDI?	No
12.	If the company is classified as an NBFC – Factor;	
	a) % of Factoring assets to Total assets	N/A N/A
	b) % of Factoring income to Gross income	
13.	If the company is classified as an NBFC – MFI:	
	% of Qualifying assets to Net assets	88.60%



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Date :

14.	If the company is classified as an AFC;	
	<ul> <li>a) % of advances given for creation of physical / real assets supporting economic activity to Total assets.</li> </ul>	N/A N/A
	b) % of income generated out of these assets to Total income	Walva
15.	If the company is classified as an NBFC – IFC;	
	% of Infrastructure Loans to Total Assets	N/A
16.	Has there been any takeover / acquisition of control / change in shareholding / Management during the year which required prior approval from RBI?	There was a change in shareholding and induction of one director to the board for which the company has
		sought permission vide its letter to

In terms of paragraph 2 of Notification no. DNBS.201/DG (VL)-2008 dated September 18, 2008, a separate report to the Board of Directors of the Company has been made.

the RBI.

I have read and understood paragraph 5 of Notification No. DNBS.201/DG (VL)-2008 dated September 18, 2008.

Place: MADURAI Date: 30.05.2019 For ANBALAGAN & CO

CA N ANBALAGAN
Proprietor
M.No.: 019503

N. ANBALAGAN, B.A., F.C.A.
Chartered Accountants
FR No: 01.139-45
No: 11.50-pting individual food.
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### Date:

#### Annex

S	Capital funds – tier 1	(Rs. in Lakhs)
No.		
1.	Paid up Equity Capital	900.00
2.	Pref. shares to be compulsorily converted into equity	-
3.	Free reserves:	
	a. General Reserve	-
	b. Share Premium	62.50
	c. Capital Reserves	r=
	d. Debenture Redemption Reserve	(-
	e. Capital Redemption Reserve	7-
	f. Credit Balance in P&L Account	149.15
	g. Other free reserves (may be specified)	-
4.	Special Reserves	:-
	Total of 1 to 4	32.53
5.	Less:	
	i. Deferred Revenue Expenditure	21.21
	ii. Deferred Tax Assets (Net)	-
	iii. Other Intangible Assets	19.28
	Owned Fund	1,103.69
6.	Investment in shares of	
	i. Companies in the same group	-
	ii. Subsidiaries	
	iii. Wholly Owned Subsidiaries	1-
	iv. Other NBFCs	
7.	Book value of debentures, bonds, outstanding loans	
	and advances, bills purchased and is counted	
	(including H.P and lease finance) made to, and	
	deposits with	
	i. Companies in the same group	l=
	ii. Subsidiaries	-
	iii. Wholly Owned Subsidiaries / Joint Ventures	
	abroad	-
8.	Total of 6 and 7	1-
9.	Amount in item 8 in excess of 10% of Owned Fund	1-
10.	Net Owned Fund	1,103.69



### M/s. VIRUTCHAM MICROFINANCE LTD.,

C50, Gurudev Nagar, Byepass Road, Avaniya puram, Madurai, Tamil Nadu-625012 Balance Sheet as at 31st March 2019

Particulars	Notes	As at 31.0	03.2019	As at 31.0	03.2018
I. EQUITY AND LIABILITIES					
(1) SHAREHOLDER'S FUND					
(a) Share Capital	3	9,00,00,000		5,00,00,000	
(b)Reserves and Surplus	4	2,09,74,833	#	1,00,69,687	
			11,09,74,833		6,00,69,687
(2) NON-CURRENT LIABILITIES				1	
(a) Long term borrowings	5	19,76,31,080		12,01,39,054	
(b) Deferred Tax Liability (Net)					
(c) Long Term Provisions	6	17,22,361		11,47,763	
			19,93,53,441		12,12,86,817
(3) CURRENT LIABILITIES				Ī	
(a) Other Current Liabilities	7	31,67,89,478		13,74,28,467	
(b) Short Term Provisions	8	37,85,072		22,64,954	
	1 4		32,05,74,550		13,96,93,421
Total			63,09,02,824		32,10,49,925
H. ASSETS				1	
(1) NON-CURRENT ASSETS			4		
(a) Fixed Assets					
(i) Tangible Assets	9A	18,74,116		27,67,544	
(ii) Intangible Assets	9B	9,29,988			
(b) Long Term Loans and Advances	10	5,42,525		4,20,525	
(c ) Long Term Receivables under Financing Activity		17,22,36,050		9,18,21,000	
(c ) Other Non Current Assets		6,58,990			
			17,62,41,670		9,50,09,069
(2) CURRENT ASSETS				}	
(a) Trade Receivables- Under Financing Activity	12	34,44,72,099		18,35,33,219	
(b) Cash and Cash Equivalents	13	9,70,48,150		3,52,90,243	
(c) Short Term Loans and Advances	14	21,01,836		14,69,046	
(d) Deferred Tax Asset	22	6,06,122		25,124	
(e) Other Current Assets	15	1,04,32,947		57,23,224	
			45,46,61,154		22,60,40,856
Total			63,09,02,824		32,10,49,925

In Accordance with our Report attached

For ANBALAGAN & CO

CHARTERED ACCOUNTANTS

FRN No: 011394S

N.ANBALAGAN, B.A., F.C.A

PROPRIETOR

M.No: 019503 Place : MADURAI Date: 30.05.2019

Chartered Accountants

FR No: 011394S No:11, Shopping Complex 2nd Floor, Salai Road,

Project Trichy-620 003. Ph:0431-2767084 Cell:93602 15739 / 95855 33617 For and on behalf of the Board of Directors

**CHARLES SELVARAJ** 

SHARMA KIRTI MANAGING DIRECTOR COMPANY SECRETARY

DEV ASOKAN CHAIRMAN

Place: MADURAI Date: 30.05.2019

### M/s. VIRUTCHAM MICROFINANCE LTD.,

C50, Gurudev Nagar, Byepass Road, Avaniya puram, Madurai, Tamil Nadu-625012 Statement of Profit And Loss For the Period Ended 31st March 2019

Particulars	Notes	For the year ende		For the year ended 31.03.2018  (Amount in ₹)		
INCOME						
Revenue from Operations	16	1	8,45,70,827	1	3,39,17,740	
Other Income	17		85,80,503		43,80,480	
TOTAL REVENUE (A)			9,31,51,330		3,82,98,220	
EXPENSES						
Finance costs	18		5,38,47,762	Ì	1,52,63,528	
Employee benefits expense	19		1,80,00,804		97,94,447	
Administration expenses	20		1,14,34,569		71,23,197	
Depreciation and amortization expense	9		11,03,525		5,13,273	
Provisions for receivables under Financing Activity	1 1		24,08,538		15,34,239	
Other Expenses			1,64,748			
TOTAL EXPENSES (B)	+ +		8,69,59,946		3,42,28,684	
Profit before exceptional and extraordinary items and						
tax (A) - (B)	1 1		61,91,384		40,69,536	
Less: Exceptional items & Extraordinary Items		L	-		•	
Profit before extraordinary items and tax	1 1		61,91,384		40,69,536	
Less: Extraordinary items			-		-	
PROFIT BEFORE TAX			61,91,384		40,69,536	
Less: Tax Expenses						
(a) Current Tax		21,21,912		10,17,384		
(b) MAT Credit	1 1	-		-		
(c) Deferred Tax		(5,80,998)		(73,762)		
(d) (Excess) Tax provision for earlier years	1 1		15,40,914	-	9,43,622	
PROFIT AFTER TAX	1		46,50,470		31,25,914	
Earnings per share Rs. and diluted	1					
(Face value of Rs.10 each)	21		0.69		0.81	
Significant Accounting Policies and Notes to Financial Statements form an integral part of the financials						

In Accordance with our Report attached

For ANBALAGAN & CO

CHARTERED ACCOUNTANTS

FRN No: 011394S

N.ANBALAGAN, N. ANBALAGAN, B.A., F.C.A

PROPRIETOR

M.No: 019503 Place : MADURAI Date: 30.05.2019

Chartered Accountants FR No: 011394S No:11, Shopping Complex 2nd Floor, Salai Road, Woraiyur, Trichy-620 003.

Ph:0431-276/084 Cell:93602 15739 / 95855 33617 CHARLES SELVARAJ

MANAGING DIRECTOR SHARMAKIRTI COMPANY SECRETARY

DEV ASOKAN CHAIRMAN

Place: MADURAI Date: 30.05.2019

For and on behalf of the Board of Directors

#### M/s. VIRUTCHAM MICROFINANCE LTD.,

C50;Gurudev Nagar,Byepass Road,Avaniyapuram, Madurai, Tamil Nadu-625012

Particulars	For the year ended 31st March 2019		For the year ended 31 March, 2018	
	(Amount in ₹)	(Amount in ₹)	(Amount in ₹)	(Amount in ₹)
A. Cash flow from operating activities	F The second sec		-	,
Net Profit / (Loss) before extraordinary items and tax	61,91,384		40,69,536	
Adjustments for:			,	
Depreciation and amortisation	11,03,525		5,13,273	
Unamortised Expenses	1,64,748		5,10,270	
Provisions for receivables under Financing Activity	24,08,538			
Operating profit / (loss) before working capital changes		98,68,194		45,82,809
Changes in working capital:			1	721124111
Adjustments for (increase) / decrease in operating assets:			1	
Trade receivables	(24,13,53,930)		(10,58,71,747)	
Short-term loans and advances	(6,32,790)		7,93,050	
Long-term loans and advances	(1,22,000)		(2,25,908)	
Other current assets	(47,09,723)		(44,93,061)	
Other non-current assets	(17,65,725)	(24,68,18,443)	(7,74,54,895)	(18,72,52,561
other non-earten assets		(24,00,10,440)	(7,74,34,023)	(10,72,32,301
Adjustments for increase / (decrease) in operating liabilities:				
Other current liabilities		17,94,02,506	ł	11,21,04,892
Short-term provisions		17,54,02,500		11,21,04,692
Long-term provisions	1			
Cash flow from extraordinary items				
Cash generated from operations		(5,75,47,743)	<del> </del>	(7,05,64,860
Net income tax (paid) / refunds		(24,35,735)		5,62,340
		(5,99,83,478)		(7,00,02,520
Net cash flow from / (used in) operating activities (A)		(3,55,63,476)	-	(7,00,02,320
B. C1 St iii-i-i				
B. Cash flow from investing activities	41.40.00			
Capital expenditure on fixed assets, including capital advances	(11,40,085)	/1.1 10 COE	(19,79,461)	
Proceeds from sale of fixed assets		(11,40,085)	-	(19,79,461)
Cash flow from extraordinary items				-
Net income tax (paid) / refunds		-0.0	·	
Net cash flow from / (used in) investing activities (B)		(11,40,085)	-	(19,79,461)
C. Cash flow from financing activities			+	
Proceeds from issue of equity shares	4,62,54,675			
Cash expenditure on issue of equity shares	(8,23,738)			
Proceeds from long-term borrowings	7,74,92,026		9,88,96,541	
	7,74,92,020		9,00,90,541	
Repayment of long-term borrowings		12 20 22 062	- 1	0.99.06 E41
Proceeds from other short-term borrowings		12,29,22,963		9,88,96,541
Net cash flow from / (used in) financing activities (C)		12,29,22,963	-	9,88,96,541
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		6,17,99,401		2,69,14,560
Cash and cash equivalents at the beginning of the year		3,52,48,749	1	83,34,188
Cash and cash equivalents at the end of the year		9,70,48,150	-	3,52,48,748
out and can equivalence at the end of the year		2,7 0,10,130	-	0,52,10,710

(i) The above cash flow statement has been prepared under the "Indirect Method" as set out in Accounting Standard-3 Cash Flow Statements.

(ii)Refer Note: 13 for items included in cash & cash equivalents.

In terms of our report attached. For ANBALAGAN & CO

CHARTERED ACCOUNTANTS

FRN No: 011394S

N.ANBALAGAN, N. ANBALAGAN, B.A., F.C.A PROPRIETOR

M.No: 019503 Place : MADURAI Date: 30.05.2019

**Chartered Accountants** FR No: 011394S

No:11, Shopping Complex 2nd Floor, Salai Road, vvoraiyur, Trichy-620 003. Ph:0431-2767084

CHARLES SELVARAJ MANAGING DIRECTOR

SHARMA KIRTI COMPANY SECRETARY

For and on behalf of the Board of Directors

DE ASOKAN CHAIRMAN

REOM

Place : MADURAI Date: 30.05.2019

Cell:93602 15739 / 95855 33617

C50, Gurudev Nagar, Byepass Road, Avaniyapuram, Madurai, Tamil Nadu-625012

Note No.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

#### CORPORATE INFORMATION

M/s. Virutcham Microfinance Limited is registered with the Chennai Registrar of Companies as a Public Limited Company on 8th July, 2008 vide Registration no. U65929TN2008PLC068502. The Company is holding a valid Certificate of Registration (COR) issued by Reserve Bank of India as a Non-Banking Financial Company without accepting public deposits vide certificate No. N-07-00779 dated 3rd August, 2009 and converted into NBFC-MFI with effect from 06th June, 2014.

The registered office of the company is located at C50,Gurudev Nagar,Byepass Road,Avaniyapuram , Madurai, Tamil Nadu-625012.

The Company is engaged in extending Micro credit to economically active persons. The Company generally provides small value collateral free loans ranging from Rs. 10,000 to 1,00,000 upto a tenor of 24 Months with Monthly repayment. The Company broadly follows the Joint-Liability Group model, where each member of the group guarantees the loan repayment of the other members of the group. All transactions are conducted in group meetings organised every Month near the habitats of the members.

The Operations of the Company is concentrated within the State of Tamilnadu and extended to kerala during the Financial year.

#### 2 SIGNIFICANT ACCOUNTING POLICIES

#### 2.01 Basis of accounting and preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the Accounting Standards notified under the Companies Accounts Rules, 2014 (as amended) and the relevant provisions of the Companies Act, 2013. The financial statements are prepared and presented under the historical cost convention on the accrual basis of accounting and comply with the provisions of the Companies Act, 2013. The Company follows the directions prescribed by the Reserve Bank of India (RBI) for Non Banking-Financial Companies - Microfinance Institutions.

#### 2.02 Use of estimates

The presentation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions that affect the reported amounts of assets and liabilities (including contingent assets and liabilities) at the end of the year and the reported revenues and expenses during the year. The management believes that the estimates used in preparation of financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the period in which the results are known/material.

#### 2.03 Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

#### 2.04 Cash flow statement

Cash flow Statement is prepared in accordance with the indirect method prescribed in Accounting Standard 3. The cash flows from operating, investing and financing activities of the company are segregated based on the available information.

# 2.05 Property Plant and Equipment

Fixed assets are stated at cost net of depreciation. The cost of an asset comprises its purchase price and any cost directly attributable for bringing the asset to its working condition and location for its intended use.

- (i) Depreciation has been provided on the straight-line method as per the rates prescribed in Part "C" of Schedule II to the Companies Act, 2013.
- (ii) Depreciation on additions is charged proportionately from the date of acquisition/installation.

#### 2.06 Receivables Under Financing Activity

Receivables under Financing activity include Micro finance loans. Loans are classified into 'Performing and Non-Performing' assets in terms of the Non Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998 issued by the Reserve Bank of India as amended from time to time.



C50,Gurudev Nagar,Byepass Road,Avaniyapuram , Madurai, Tamil Nadu-625012

Note No.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

#### 2.07 Revenue recognition

Revenues from Interest on loans financed by the company is recognized on accrual basis, considering the directions issued by the Reserve Bank of India from time to time in terms of the Non Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998. Loans are classified into 'Performing and Non-Performing' assets in terms of the said Directions.

Processing fees at the rates as permitted by the RBI is charged on the Microfinance loans disbursed and the same is recognised as and when collected at the time of loan disbursement.

#### 2.08 Other income

Bank Deposit Interest income is accounted on accrual basis. Revenue from Interest income on fixed deposits with banks is recognised on time proportion basis taking into account the amount outstanding and the rate applicable.

#### 2.09 Employee benefits

a. Short-term employee benefits including salaries, social security contributions, short-term compensated absences (such as paid annual leave) where the absences are expected to occur within twelve months after the end of the period in which the employees render the related service, profit sharing and bonuses payable within twelve months after the end of the period in which the employees render the related services and non monetary benefits for current employees are estimated and measured on an undiscounted basis.

B. Defined contribution plans: Company's contributions paid/payable during the year to Provident Fund, Pension fund and employee state insurance scheme are recognised in the statement of Profit and Loss based on amount of contribution required to be made and when services are rendered by the employees.

#### 2.10 Borrowing costs

Borrowing costs include interest, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan.

#### 2.11 Segment reporting

The Company's business segment is micro finance services and the principal geographical segment is India. Accordingly, no separate disclosure is required to be made under Accounting Standard 17, Segment Reporting.

#### 2.12 Earnings per share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

# 2.13 Taxes on income

Current tax is the amount of tax payable on the taxable income for the year after taking into consideration the benefits /disallowances admissible under the provisions of the Income Tax Act, 1961.

Minimum Alternate Tax 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 probable that future economic benefit associated with it will flow to the Company.

Deferred tax is recognised 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 substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences.

#### 2.14 Provisions and Contingent liabilities

Provisions are recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. All material known liabilities are provided for and liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent and disclosed by way of notes to accounts.

### 2.15 Preliminary Expenses

Preliminary Expenses are written off in five years from the commencement of commercial operations.



C50,Gurudev Nagar,Byepass Road,Avaniyapuram , Madurai, Tamil Nadu-625012

	As at 31st Ma	st March, 2019 As at 31st March		farch, 2018	
Particulars	Number of Shares	(Amount in ₹)	Number of Shares	(Amount in	
Authorised:					
Equity shares of Rs.10/- each	2,00,00,000	20,00,00,000	1,00,00,000	10,00,00	
Issued, subscribed and fully paid up					
Equity Shares of Rs.10/-, each, fully paid up	90,00,000	9,00,00,000	50,00,000	5,00,00	
Total	90,00,000	9,00,00,000	50,00,000	5,00,00,	
Notes:					
(i) The reconciliation of the number of shares outstan out below.	ding and the amount of sh	are capital as at 31s	t March, 2019 and 31	st March, 2018 i	
	As at 31st Ma	arch, 2019	As at 31st M	larch, 2018	
Particulars	Number of Shares	(Amount in ₹)	Number of Shares	(Amount in	
Balance at the beginning of the year	50,00,000	5,00,00,000	50,00,000	5,00,00,	
Add: Share Capital issued during the Financial Year Balance at the close of the year	40,00,000 90,00,000	4,00,00,000 9,00,00,000	50,00,000	5,00,00,	
balance at the close of the year	90,00,000	3,00,00,000	30,00,000	3,00,00,	
Name of the Shareholder	As at 31st Ma		96	No. of Share	
	%	No. of Shares	96	No. of Share	
Mr.S.Charles Selvaraj M/s.Infotech Solution	22.11% 5.33%	19,89,721 4,80,000	15.59% 8.64%	7,79, 4,32,	
Mr. Newman Jeevaraj	6.44%	5,80,000	F1.60%	5,80,	
Fr.Denzil Raja	0.00%	5,00,000	8.29%	4,14,	
Mr.Edwin Jose	11.11%	10,00,000	0.00%		
Mr.Ramasubbu	6.67%	6,00,000	0.00%		
D.Juliet Asokan	7.30%	6,57,090	7.30%	3,65,	
RESERVES & SURPLUS					
Particulars			As at 31st March	As at 31st Mar	
			2019	2018	
		1		,	
(a) Securities Premium Account:				_	
(a) Securities Premium Account : Opening Balance		Į	62,54,675	-	
(a) Securities Premium Account : Opening Balance Add : Premium on Issue of Share Capital			62,54,675		
Opening Balance			02,34,073	-	
Opening Balance			02,34,073		
Opening Balance Add : Premium on Issue of Share Capital			23,23,650		
Opening Balance Add: Premium on Issue of Share Capital  (b) Statutory Reserves - (Refer Note Below) As per beginning of reporting period ADD: Additions/ transfers during the year				16,98,	
Opening Balance Add: Premium on Issue of Share Capital  (b) Statutory Reserves - (Refer Note Below) As per beginning of reporting period ADD: Additions/ transfers during the year LESS: Utillisations/ transfers during the year			23,23,650 9,30,094	16,98, 6,25,	
Opening Balance Add: Premium on Issue of Share Capital  (b) Statutory Reserves - (Refer Note Below) As per beginning of reporting period ADD: Additions/ transfers during the year	A		23,23,650	16,98,	
Opening Balance Add: Premium on Issue of Share Capital  (b) Statutory Reserves - (Refer Note Below) As per beginning of reporting period ADD: Additions/ transfers during the year LESS: Utillisations/ transfers during the year	A		23,23,650 9,30,094	16,98, 6,25,	
Opening Balance Add: Premium on Issue of Share Capital  (b) Statutory Reserves - (Refer Note Below) As per beginning of reporting period  ADD: Additions/ transfers during the year LESS: Utillisations/ transfers during the year As per the end of the reporting period	A		23,23,650 9,30,094	16,98, <sup>4</sup> 6,25, <sup>4</sup>	
Opening Balance Add: Premium on Issue of Share Capital  (b) Statutory Reserves - (Refer Note Below) As per beginning of reporting period ADD: Additions/ transfers during the year LESS: Utillisations/ transfers during the year As per the end of the reporting period  (c)Surplus in Statement of Profit & Loss	A		23,23,650 9,30,094 - 32,53,744	16,98, 6,25, 23,23,4	
Opening Balance Add: Premium on Issue of Share Capital  (b) Statutory Reserves - (Refer Note Below) As per beginning of reporting period ADD: Additions/ transfers during the year LESS: Utillisations/ transfers during the year As per the end of the reporting period  (c)Surplus in Statement of Profit & Loss As per beginning of reporting period  Add: Transferred from Profit and Loss Account Less: Transferred to Statutory Reserve			23,23,650 9,30,094 32,53,744 77,46,037 46,50,470 (9,30,094)	16,98, 6,25, 23,23,4 52,45, 31,25, (6,25,	
Opening Balance Add: Premium on Issue of Share Capital  (b) Statutory Reserves - (Refer Note Below) As per beginning of reporting period ADD: Additions/ transfers during the year LESS: Utillisations/ transfers during the year As per the end of the reporting period  (c)Surplus in Statement of Profit & Loss As per beginning of reporting period Add: Transferred from Profit and Loss Account	A  B  Total (A+B)		23,23,650 9,30,094 32,53,744 77,46,037 46,50,470	16,98, 6,25, 23,23,0	



 $C50, Gurudev\ Nagar, Byepass\ Road, Avaniya puram\ ,\ Madurai,\ Tamil\ Nadu-625012$ 

Note No.	NOTES TO THE FINANCIAL STATEME	NTS	
5	LONG TERM BORROWINGS		(Amount in ₹)
	Particulars	As at 31st March 2019	As at 31st March 2018
	Secured - Term Loan (Refer Note 5.1 as below)		
	(i) Banks (ii) Others	2,88,37,443 16,87,93,637	2,86,36,89 9,15,02,15
	Total  Note: The Company has not defaulted in repayment of Loans and the Inte	19,76,31,080	12,01,39,05
		rest accrued on it	
6	LONG TERM PROVISIONS		
	Particulars	As at 31st March 2019	As at 31st March 2018
	Provision - Others: Contingent Provisions against Standard Assets (Refer Note 23)	17,22,361	11,47,76
	Total	17,22,361	11,47,76
7	SHORT TERM BORROWINGS		
	Particulars	As at 31st March 2019	As at 31st March 2018
	(a) Current maturities of Long Term debt (Refer Note 5.1 and 5.3) (i) Banks (ii) Others Total	2,97,04,943 28,64,92,355 31,61,97,298	2,13,34,68 11,52,92,98 13,66,27,66
	(b) Statutory Payables -		
	TDS Payable (c )Other Payables:		-
	Audit Fees Payable	2,00,000	1,50,00
	Insurance Payable	1,83,481	2,06,33
	Other Current Liabilities	2,08,700	4,44,47
	Total	31,67,89,478	13,74,28,40
8	SHORT TERM PROVISIONS		
	Particulars	As at 31st March 2019	As at 31st Marc 2018
	Provision - Others Provision for Income Tax	3,45,351	6,59,17
	Contingent Provisions against Standard Assets (Refer Note 23)	34,39,721	16,05,7



NOTE 9	FIXED ASSETS AS AT MARCH 31, 2019

			Gross Block	lock			Depreciation	ation		Net	Net Block
SI.	Particulars	Cost as at 01-04-2018	Additions	Deductions	Cost as at 31- 03-2019	Upto 31-03-2018	Depreciation for the Year	On Deduction	Upto 31-03-2019	As at 31-03-2019	As at 31-03-2018
A. Tangible Assets  1 (a) Furnit  Owner	ole Assets (a) Furniture and Fixtures Owned	16,05,890	2,56,413	,	18,62,303	5,69,424	1,70,061	•	7,39,485	11,22,818	10,36,466
2 (b)	(b) Computers Owned	17,05,812	4,07,902	·	21,13,714	11,90,787	6,26,890		18,17,677	2,96,037	5,15,025
(o) E	(c) Air conditioner Owned	3,55,269	1,20,414		4,75,683	2,08,914	069'68		2,98,604	1,77,079	1,46,355
p) 4	(d) Plant and Machinery Owned	2,02,716	36,200	x	2,38,916	10,601	19,798		30,399	2,08,517	1,92,115
(e)	(e) Vehicle Owned	51,867	39,156	·	91,023	12,711	8,647	•	21,358	999'69	39,156
Total Tangil	Total Tangible Assets (A)	39,21,554	8,60,085		47,81,639	19,92,437	9,15,086		29,07,523	18,74,116	19,29,117
B. Intangible Assets  1 Software	ible Assets Software	16,48,865	2,80,000	,	19,28,865	8,10,438	1,88,439	•	9,98,877	9,29,988	8,38,427
Total Intang	Fotal Intangible Assets (B)	16,48,865	2,80,000		19,28,865	8,10,438	1,88,439		7.28,86,6	9,29,988	8,38,427
Total Assets (A + B)	s(A+B)	55,70,419	11,40,085		67,10,504	28,02,875	11,03,525		39,06,400	28,04,104	27,67,544
Previous Year	par.	35,90,958	19,79,461		55,70,419	22,89,602	5,13,273	•	28,02,875	27,67,545	13,01,356

(Amount in ₹)



	<u>M/s. VIRUTCHAM MICROFINANC</u> C50,Gurudev Nagar,Byepass Road,Avaniyapuram , Ma					
Note						
No.	NOTES TO THE FINANCIAL ST	ATEMENTS	(Amount in ₹)			
10	LONG TERM LOANS AND ADVANCES		(Alliount iii t)			
	Particulars	As at 31st March 2019	As at 31st March 20			
	Security deposits -Telephone -Rental Advance	9,525 5,33,000	8,02 4,12,50			
	Total	5,42,525	4,20,52			
11	LONG TERM RECEIVABLE UNDER FINANCING ACTIVITY					
	Particulars	As at 31st March 2019	As at 31st March 201			
	Long-term trade receivables Unsecured, considered good	17,22,36,050	9,18,21,00			
	Total	17,22,36,050	9,18,21,00			
11.1	OTHER NON CURRENT ASSETS					
	Particulars	As at 31st March 2019	As at 31st March 201			
	Unamortised Expenses Opening Balance Add: Expenses incurred for increasing Authorised Capital Less: Amortisation for the Current Year Total	8,23,738 1,64,748 6,58,990	-			
12	TRADE RECEIVABLES - Under Financing Activity					
	Particulars	As at 31st March 2019	As at 31st March 201			
	(a) Outstanding for a period less than six months from the date of due Unsecured, Considered good Micro finance loan (Refer Note (i) below)	34,44,72,099	18,35,33,21			
	Total	34,44,72,099	18,35,33,21			
13	CASH AND CASH EQUIVALENTS					
	Particulars	As at 31st March 2019	As at 31st March 20			
	(a) Cash on hand (b) Balances with banks	7,15,550	6,44,29			
	(i) Current Accounts	4,69,68,600	91,13,18			
	(ii) In deposit accounts  Total	4,93,64,000 9,70,48,150	2,55,32,762 3,52,90,243			



	<u>M/s. VIRUTCHAM MICROFINA</u> C50,Gurudev Nagar,Byepass Road,Avaniyapuram , N					
Note No.	NOTES TO THE FINANCIAL	STATEMENTS				
14	SHORT-TERM LOANS AND ADVANCES					
	Particulars	As at 31st March 2019	As at 31st March 201			
		₹	₹			
	Employee Advance Advance Payment Made for Software	21,01,836	14,69,04			
	Total	21,01,836	14,69,04			
15	OTHER CURRENT ASSETS					
	Particulars	As at 31st March 2019	As at 31st March 201			
		₹	₹			
	(b) Accruals	21 22 470	0.02.50			
	(i) Interest accrued on deposits Others	21,33,479	9,93,594 2,06,480			
	(c ) Prepaid Processing Charges	31,04,908	16,15,300			
	(d) Income Tax Refund due	<b>†</b>				
	(e) GST Deposit	4,82,445	-			
	(f) TDS Receivable	29,297	-			
	(g) GST Receivable	1,08,000	-			
	(h) Advances EMI to MAS	16,66,667	20.05.05			
	(i) Interest receivable on Loan Total	29,08,151 1,04,32,947	29,07,850 57,23,224			
16	REVENUE FROM OPERATIONS	For the year ended	For the year ended			
	Particulars	31st March 2019	31st March 2018			
		₹	₹			
	Interest on loans under Financing Activity	8,45,70,827	3,39,17,740			
	Total	8,45,70,827	3,39,17,740			
17	OTHER INCOME					
		For the year ended	For the year ended			
	Particulars	31st March 2019	31st March 2018			
		₹	₹			
	Interest on Bank Deposits	17,84,256	9,93,594			
	Processing Fees	57,97,160	31,55,538			
	Miscellaneous Income	9,99,087	2,31,348			
	Total	85,80,503	43,80,480			
18	FINANCE COSTS					
		For the year ended	For the year ended			
	Particulars	31st March 2019	31st March 2018			
	8	₹	₹			
	Interest on Bank borrowings	5,09,48,920	1,48,24,528			
h			-			
	Interest on Debentures					
	Processing fees on bank borrowings	28,98,842	4,39,000			

	<u>M/s. VIRUTCHAM MICROFINANCE LTD.</u> C50,Gurudev Nagar,Byepass Road,Avaniyapuram , Madurai,  T		
ote lo.	NOTES TO THE FINANCIAL STATEME	AFFC	
19	EMPLOYEE BENEFITS EXPENSE	IN15	
. ,	EMI LOTLE DENEFITS EAT ENGE	For the year ended	For the year ended
	Particulars	31st March 2019	31st March 2018
		₹	₹
	Salaries and wages	1,52,81,277	92,10,0
	Staff welfare expenses	11,82,159	4,70,5
	Director Remuneration	12,00,000	-
- 1	Staff Trainig	2,48,767	1,13,7
- 1	Incentive Programme	88,601	V .
1			97,94,4
20	ADMINSTRATION EXPENSES	1,80,00,804	97,94,4
.0	ADMINSTRATION EATERSES	For the year ended	For the year ended
	Particulars	31st March 2019	31st March 2018
		₹	₹
-	Bank charges	62,959	98,0
	Printing & Stationery	5,65,535	3,11,3
- 1	Postage & Courier Charges	1,92,955	82,8
	Rent & Electricity Charges	13,43,378	8,61,9
	Repairs and Maintenance - Building	2,61,311	67,6
	Repairs and Maintenance - Computer	56,125	82,2
	Repairs and Maintenance	14,600	9,70
	Document Charges on Borrowers	1,24,049	
- 1	Communication expenses	4,87,638	3,35,5
- 1	Marketing Expenses	3,29,500	-
	Travelling & Conveyance	23,67,888	13,89,2
- 1	Refreshment Exp	1,23,261	-
	Meeting & Training Expenses	3,20,326	2,61,1
- 1	Cleaning charges and Materials	1,41,954	11,0
	Advertisement Expenses 4	59,144	6,0
	Service charge paid to Ngo	28,06,191	20,19,8
- 1	MFI Rating fees	1,30,000	3,67,0
- 1	Other professional charges	3,75,271	1,68,7
- 1	Credit information charges	3,49,377	-
	Audit fees	2,00,000	1,50,0
	Legal Expense	69,669	41,0
	Miscellaneous expenses	1,20,249	3,20,2
1	Consultation fees	5,41,000	3,89,5
	ROC Filling	45,290	-
- 1	Software Maintainance	3,46,900	-
ļ	Total	1,14,34,569	69,73,19
- 1	NOTE 20.1	For the year ended	For the year ended
1	Particulars	31st March 2019	31st March 2018
- 1	Payments to the auditors comprises (net of service tax input credit, where applicable)	₹	₹
1	For Statutory audit		
- 1	- Audit Fees	1,65,000	1,15,0
	- Tax Audit Fees	20,000	20,00
-	- Other Certification	15,000	15,00
- 1	Total NAGANA	2,00,000	1,50,0

C50,Gurudev Nagar,Byepass Road,Avaniyapuram , Madurai, Tamil Nadu-625012

Note NOTES TO THE FINANCIAL STATEMENTS

No.

#### 21 Disclosures under Accounting Standard - 20

Particulars	As at 31st March , 2019	As at 31 March, 2018	
	₹	₹	
EARNINGS PER SHARE			
Basic			
Net profit / (loss) for the year from continuing operations	61,91,384	40,69,536	
Less: Preference dividend and tax thereon	-	5-0	
Net profit / (loss) for the year from continuing operations attributable to the equity shareholders	61,91,384	40,69,536	
Weighted average number of equity shares	90,00,000	50,00,000	
Par value per share	10	10	
Earnings per share from continuing operations - Basic	0.69	0.81	

Note: The Company raised fresh 4,00,000 equity shares under right issue basis during the financial year 2018-19 in the month of march 2019. The Earnings per share for the Financial year 2018-19, without considering fresh issue of equity shares would have been Rs.1.24.

#### 22 Disclosures under Accounting Standard - 22

Particulars	As at 31st March , 2019	As at 31 March, 2018	
	₹	₹	
Deferred tax (liability) / asset			
Tax effect of items constituting deferred tax liability			
On difference between book balance and	(6,06,122)	25,124	
Tax effect of items constituting deferred tax liability	(6,06,122)	25,124	
Tax effect of items constituting deferred tax assets			
Brought forward business losses		-	
Tax effect of items constituting deferred tax assets		-	
Net deferred tax (liability) / asset	(6,06,122)	25,124	

The Company has recognised deferred tax liability on timing difference on difference between depreciation as per Accounting book and tax law.

# 23 Disclosures under Accounting Standard - 29

#### Details of provisions

The Company has made provision for various contractual obligations and disputed liabilities based on its assessment of the amount it estimates

Particulars	As at 1 April, A			1.12 at 2.7-pr.13	As at 31st March , 2019
	₹	₹	₹		
Provision for receivables under Financing Activity	27,53,543	24,08,538	51,62,081		
TOVISION TO LECEIVADOS MINES TO MANAGEMENT,		(12,19,304)	(12,19,304)		
Less: Provision utilised for write off of Bad debts	-	-	-		
	-	-			
	27,53,543	24,08,538	51,62,081		
Total	-	(12,19,304)	(12,19,304)		

Note: - Figures in brackets relate to the previous year.



C50,Gurudev Nagar,Byepass Road,Avaniyapuram , Madurai, Tamil Nadu-625012

24 Disclosure Pursuant to Reserve Bank of India Notification

DNBS. 193DG(VL) - 2007 dated 22nd February 2007

Schedule to the Balance Sheet of a non-deposit taking non-banking financial company

(as required in terms of paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007)

(Rs. in lakhs)

Particulars	₹	₹
Liabilities side :		
Loans and advances availed by the nonbanking financial company inclusive of	Amount	Amount
interest accrued thereon but not paid:	outstanding	overdue
(a) Debentures : Secured		
Unsecured	-	
(other than falling within the meaning of public deposits*)		
(b) Deferred Credits		
(c) Term Loans	5,138.28	
(d) Inter-corporate loans and borrowing	- 1	
(e) Commercial Paper		
(f) Other Loans - Bank Loan repayable on Demand	-	
* Please see Note 1 below		

Assets side :	Amount outstanding
Break-up of Loans and Advances including bills receivables(Other than those included in (4) below)	
(a) Secured	-
(b) Unsecured	5,167.08
Break up of Leased Assets and stock on hire and other assets counting towards AFC activities	
(i) Lease assets including lease rentals under	
(a) Financial lease	-
(b) Operating lease	
(ii) Stock on hire including hire charges under	
(a) Assets on hire	-
(b) Repossessed Assets	-
(iii) Other loans counting towards AFC activities	
(a) Loans where assets have been	
repossessed	-
(b) Loans other than (a) above	-
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)	

 $C50, Gurudev\ Nagar, Byepass\ Road, Avaniya puram\ ,\ Madurai,\ Tamil\ Nadu-625012$ 

Long Term investments:	
1. Quoted:	4
(i) Shares : (a) Equity	_
(b) Preference	
(ii) Debentures and Bonds	_
(iii) Units of mutual funds	
(iv) Government Securities	<u></u>
(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)	

5 Borrower group-wise classification of assets financed as in (2) and (3) above:

Please see Note 2 below

Category		Amount net of provisions	
	Secured	Unsecured	Total
1. Related Parties **			
2. Other than related parties		5,167.08	5,167.08
Total			

6 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		Book Value (Net of Provisions)
1. Related Parties **		
(a) Subsidiaries	-	-
(b) Companies in the same group		
(c) Other related parties		-
2. Other than related parties		_
Total	- 0.00000000000000000000000000000000000	

<sup>\*\*</sup> As per Accounting Standard of ICAI (Please see Note 3)

7 Other information

,	Other information	Rs. In Lakhs
	Particulars	Amount
(i)	Gross Non-Performing Assets	
	(a) Related parties	-
	(b) Other than related parties	- 1
(ii)	Net Non-Performing Assets	
	(a) Related parties	
	(b) Other than related parties	÷ 1
(iii)	Assets acquired in satisfaction of debt	_

C50,Gurudev Nagar,Byepass Road,Avaniyapuram , Madurai, Tamil Nadu-625012

Note NOTES TO THE FINANCIAL STATEMENTS

#### 25 ADDITIONAL INFORMATION TO THE FINANCIAL STATEMENTS

- 25.1 Earnings in foreign currency Rs. Nil (As at 31st March, 2019 Rs. Nil)
- 25.2 Expenditure in foreign currency Rs. Nil (As at 31st March, 2019 Rs. Nil)

#### 25.3 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

There are no Micro and Small Enterprises, to whom the company owes dues, which are outstanding for more than 45 days at the Balance Sheet date. The above information regarding Micro Enterprises and Small Enterprises has been determined to the extent such parties have been identified on the basis of information available with the company. This has been relied upon by the Auditors.

#### 25.4 Loans & Advances

The company has provided staff advances and loans to staff during the financial year.

#### 25.5 Asset Classification & Provisioning

The company complies with the prudential norms of the Reserve Bank of India (RBI) with regard to Income recognition, asset classification and provisioning. The company is following provisioning norms as recommended vide DNBS.CC.PD.No.250/03.10.01/2011-12 dated 2 December 2011, DNBS.PD/CC.No.263/03.10.038/2011-12 dated 20 March 2012 and DNBS.(PD).CC.No.347/03.10.38/2013-14 dated 1 July 2013.C326

Accordingly, during the year, the Company in line with the guidelines laid down under the DNBS.(PD).CC.No.347/03.10.38/2013-14 dated 1 July 2013 has provided Rs. 5162081/- being 1% of the outstanding portfolio as at March 31, 2019. The disclosure made in the following table with respect to the asset classification and the provision is as per the RBI guidelines

Particulars	March 31, 2	2019 (₹)	March 31,	2018 (₹)
	Loans for Financial Assistance	Provision	Loans for Financial Assistance	Provision
Summary of Portfolio Balance and related provisions	51,67,08,149	51,67,081	27,53,54,219	27,53,543
Note No.6 Long Term Provisions		17,22,361		11,47,763
Note No.8 Short Term Provisions		34,39,721		16,05,780
Note No.11 Other Non Current Assets	17,22,36,050		9,18,21,000	
Note No.12 Trade Receivables under Financing Activity	34,44,72,099		18,35,33,219	
Total	51,67,08,149	51,62,081	27,53,54,219	27,53,543

The Company has made provision for various contractual obligations and disputed liabilities based on its assessment of the amount it estimates to incur to meet such obligations, details of which are given below:

#### 25.6 Qualifying Assets Ratio

S. No.	Particulars	₹	%
A.	Net Assets of the Company	58,32,18,674	
B.	Qualifying Assets	51,67,08,149	
C.	Qualifying Assets Ratio		88.60%
D.	Ratio of Income Generation Loan to Total Loan		
	Income Generation Loan	51,67,08,149	
	Total Loan	51,67,08,149	
	Ratio		100.00%

# 25.7 Disclosure Pursuant to Reserve Bank of India Notification DNBS.200/CCM (PK)-2008 dated 1st August 2008 (i) Capital to Risk asset ratio

S. No.	Particulars	March 31, 2019 (₹) ₹	As at 31 March, 2018 ₹
A.	Tier I Capital	11,06,25,456	5,69,43,773
B.	Tier II Capital	1,51,62,081	11,84,421
C.	Total	12,57,87,537	5,81,28,194
	Total Risk Weighted Assets	52,95,57,737	9,47,53,713
	Capital Ratios		
	Tier I Capital as percentage of Total Risk Weighted Assets (%)	20.89%	60.10%
(	Tier II Capital as percentage of Total Risk Weighted Assets (%)	2.86%	1.25%

#### 25.8 Statutory Reserve

Total Capital (%)

As per Section 45-IC of the Reserve Bank of India Act, 1934, the Company is required to create a secure find at the rate of 20% of the Net profit after tax of the Company every year. Accordingly, the Company has transferred an amount of Rs.930034 (purch ended) (arch, 2018 Rs. 6,25,183/-), out of the Net Profit after tax for the year ended 31st March 2019 to Statutory Reserve.

25.9 Previous year's figures have been regrouped / reclassified wherever necessary to con-

years classification / disclosure.

Assessee's Name :	M/s. VIRUTCHAM MICROFINANCE LTD.,	Status	:	LIMITED COMPANY
Date of Incorporation:	08.07.2008	Asst. Year	:	2019-20
Nature of Business :	MICRO FINANCE	P.A.N	:	AACCV9529Q
Address :	C50,Gurudev Nagar, Bye Pass road,Avaniyapuram,	I.T.Juri	:	COMPANY WARD
	Madurai, Tamil Nadu-625012	Period Ending	:	31.03.2019
		1		4

# STATEMENT OF TOTAL INCOME

	(Amount in ₹)	(Amount in ₹)
INCOME FROM BUSINESS		
Net Profit as per Profit & Loss A/c.		61,91,384
Add: Inadmissible Expenses:		
Income tax paid	- +	
Depreciation as per Companies Act	11,03,525	
Expenses amortised during the year	1,64,748	
Provisions for Loans	24,08,538	36,76,811
		98,68,195
Less: Admissible Expenses :		
Depreciation as per Income Tax Act		12,77,454
Deduction U/s. 36 (1)(viia) - 5% of Gross Total Income		4,29,537
INCOME FROM BUSINESS		81,61,204
Total Income		81,61,204
		(or)
Total Income (as rounded off)		81,61,200
STATEMENT OF BOOK PROFI	T	
Net profit as per revised Schedule VI		61,91,384
Add: Provision against Loan & standard asset		24,08,538
		85,99,922
Less: Brought forward loss or unabsorbed depreciation whichever is less		-
Depreciation debited excluding depreciation on account of revaluation of assets	-	-
BOOK PROFIT		85,99,922
		(or)
BOOK PROFIT (AS ROUNDED OFF)		85,99,920



VIRUTCHA	VIRUTCHAM MICRO FINANCE LIMITED	D								Annexure 1
C50,Gurudev	C50, Gurudev Nagar, Byerass Road, Avaniyapuram, Madurai, Tamil Nadu-625012	puram, Ma	durai, Tamil Nad	lu-625012				PY		2018 - 2019
								AY		2019 - 2020
				,	-		-			
Clause 14 - A	Clause 14 - Annexure Form 3CD									
Depreciation	Depreciation as per Income Tax Act, 1961									
SI No	Asset Category	Rate	WDV as at 31/03/2018	Additions >= 180 Days (April - Sep)	Additions < 180 Days (Oct - Mar)	Depreciation > 180 Days	Depreciation < 180 Days	Depreciation 2018 - 2019	Deletions	WDV as at 31/03/2019
1	(a) Furniture and Fixtures									
	Owned	10	9,50,404	2,40,132	16,281	1,19,054	814	1,19,868	1	10,86,949
2	(b) Computer									
	Owned	40	62,531	2,67,496	1,40,406	1,32,011	28,081	1,60,092		3,10,341
3	(c) Air Conditioner									
	Owned	15	4,19,224	1,20,414	1	80,946	1	80,946		4,58,692
4	(d) Software		,							
	Owned	40	10,09,716	9,82,449	4,20,309	7,96,866	84,062	8,80,928	1	15,31,546
ß	(e) Vehicles									
	Owned	15	31,853			4,778	1	4,778		27,075
9	(f) Plant & Machinery									
	Owned	15	1,87,512		36,200	28,127	2,715	30,842		1,92,870
	Total		26,61,240	16,10,491	6,13,196	11,61,782	1,15,672	12,77,454	1	36,07,473



M/s. VIRUTCHAM MICROFINANO			
C50, Gurudev Nagar, Byepass Road, Avaniyapuram, Ma			
Calculation of Captial Adequacy Ratio as on Particulars			
Tier I Capital	Sub totals	Totals	Totals
Add:		1	1
1.Paid up equity capital	0.00.00.000	1	
	9,00,00,000	1	
2.Convertible preference shares 3.Free reserves			
4.Share premium (balance in the account)	1,47,20,158		1
	62,54,675		
5.Capital reserve (rep. sur+ of sale proceeds of asset) Less:		11,09,74,833	1
1.Accumulated loss in balance sheet			
2.Book value of intangible assets	100		
3.Deferred revenue expenditure		]	
	3,49,377	3,49,377	
Net owned fund		11,06,25,456	
*			
Less:		l	I
1. Shares in other NBFC`s		-	
2. Shares, debentures, bonds, outstanding loans and advances including hire purchase and			
lease finance made to and deposits with subsidiaries and companies in the same group			
exceeding 10% of owned fund.			
AND		11.00.05.450	
Tier I Capital		11,06,25,456	
			l
Tier II Capital			
Add:			
1. Non convertible preference shares	-		
2. revaluation reserve at discounted rate of 55%	-		
3. General provisions and loss reserves to the extent of (1&1/4)% of risk weighted assets.	51,62,081		
4. Hybrid debt and capital instruments	1,00,00,000		
5. Subordinated debt	-		
To the extent the discounting value does not exceeding 50% of Tier-I Capital	-		
	1,51,62,081		
Limited to the extent of Tier I and II for the pupose of capital adequecy (the total Tier II			
capital Shall not exceed 100% of Tier I)		1,51,62,081	
Tier II Capital		1,51,62,081	
Total of Tier I & Tier II Capital			12,57,87,53
Asset particulars	Amount	% of weight	Risk adjusted
mos barraman	7 IIIIOUITE	.s or weight	amount
Cash and Bank balances including fixed deposits and certifictes of deposits with bank	4,76,84,150	0%	-
Fixed Deposits pledged with Banks	4,93,64,000	0%	
nvestments	2,20,01,000	0%	_
Frade Receivable under Financing Activity	51,67,08,149	100%	51,67,08,14
Fixed assets net of depreciation	18,74,116	100%	18,74,110
Other assets	10,74,110	100%	10,74,11
a) TDS-income tax (net of provision)		0%	
b) Advance tax paid (net of provision)		0%	
c) Staff Advance	21,01,836	0%	
			1.00.75 47
C) Others to be specified	1,09,75,472	100%	1,09,75,47
m	CD 07 07 700		E0 0E E= =0
Total risk weighted assets	62,87,07,723		52,95,57,73
CAR	1		23.75



	M/s. VIRUTCHAM MICROFI C50,Gurudev Nagar,Byepass Road,Avaniyapura		adu-625012	
	Qualifying Assets			
No.	Particulars	₹	₹	%
A.	Net Assets of the Company:			
	1 Total Assets as per Balance Sheet		63,09,02,824	
	Less:			
	<sup>2</sup> Cash & Bank balances and financial Institutions,	1	1	
	government securities and money market			
	instruments			
	(a) Cash on hand	7,15,550		
	(b) Balances with banks	_		
	(i) In current accounts	4,69,68,600		
		- 1	4,76,84,150	
		-		
	Net Assets of the Company (1-2)	-	58,32,18,674	
	0. 316 1	-		
	Qualifying Assets :	- }	}	
	Trade receivables under Financing Activity (i) Current	34,44,72,099		
	(ii) Non-Current	17,22,36,050	1	
	(ii) Non-Guitent	17,22,50,050		
	1	_		
	Total Qualifying Assets (1+2)	-	51,67,08,149	
		-		
	Qualifying Assets Ratio		1	88.6
	3			
	Income Generation Loan	-	51,67,08,149	
	Ratio of Income Generation Loan to Total Loan	-		100
	Katio of income Generation Loan to Total Loan			10



	(Amount in ₹)	(Amount in ₹)
I.Tax due as per Book Profit U/s. 115-JB @ 18.5%		15,90,985
II. Tax due as per Income Tax Act.		20,40,300
1		
Tax Payable (higher of above I & II)		20,40,300
	i	
Net Tax Payable		20,40,300
	-	00.40.000
Total Tax and Surcharge Payable		20,40,300 81,612
Add: Education & Higher Education Cess @ 3% on above	1	21,21,912
Total Tax, Surcharge and Education Cess Payable		21,21,712
2 117		Î
Less: Prepaid Taxes:	_	
(A) MAT Credit Set off (B) Tax deducted at source	1	
U/s, 194 - Bank Interest	76,561.00	
(C) Advance Tax:	17,00,000.00	
(C) Advance Tax.		17,76,561
Balance tax payable		3,45,351
Add: Interest for:		
U/s. 234 - A	-	
U/s. 234 - B		
U/s. 234 - C	-	
		-
Total Tax and Interest Payable		3,45,351
Less: Tax on Self-Assessment U/s. 140-A		-
THE PARTY OF THE P		3 45 351
BALANCE TAX AND INTEREST PAYABLE/(REFUND DUE)		3,45,35

For ANBALAGAN & CO CHARTERED ACCOUNTANTS

FRN No: 011394S

N.ANBALAGAN, PROPRIETOR M.No: 019503

Place: MADURAI Date: 30.05.2019

CHARLES SELVARAJ MANAGING DIRECTOR

SHARMA KIRTI COMPANY SECRETARY

DEV ASOKAN CHAIRMAN

Place : MADURAI Date : 30.05.2019

# N. ANBALAGAN , B.A., F.C.A

Chartered Accountants FR No: 011394S No:11, Shopping Complex 2nd Floor, Salai Road, Woraiyur, Trichy-620 003. Ph:0431-2767084 Cell:93602 15739 / 95855 33617

# Microcredit Changes Lives – Success Stories:

# Change of Lives 1: Mrs. Sumathi, Puthiamputhoor

Mrs. Sumathi is from Puthiamputhoor village in Thoothukudi District. The village is famous for making readymade garments. She purchased 3 more sewing machines with the loan availed from VML and started a Tailoring Training centre. She trains the women as well as does readymade garments making business. She is getting an income of Rs.15,000 per month which is additional income to support the family.



# Change of Lives 2: Mrs. Malini, Valayadi



Mrs. Malini is from Valayadi village in Sathankulam Taluk. She received loan from VML to set up a snacks (Samosa) Stall. She and her husband jointly do the business. While she takes care of snacks stall, her husband supplies snacks to tea stalls around 15 kilometers from her village, by motor cycle. They get around Rs.500/- as profit daily and earns around Rs.10,000/- per month.

#### Change of Lives 3: Mrs. Parasakthi,

Mrs. Parasakthi is from Periyapanichery in Chennai. She obtained loan to set up a flour grinding business. She prepares the flour needed for preparing Tiffin like Idly & dosa and sells to the local people. She earns around Rs.300/- per day. Her husband is a Carpenter and her income is an additional income to the family.



# Change of Lives 4: Mrs. Sheeja, Pattabiram



Mrs. Sheeja is from Pattabiram in Tiruvallur District. She had set up a milk selling shop at Pattabiram with a loan received from Virutcham Microfinance Limited. She earns around Rs.7500 per month. She says that it is an additional income to her family. She is able to spend time for her family chores as the milk sales happen only in the morning.

# Change of Lives 5: Mrs. Megala, Varathapuram

Mrs. Mehala is from Varathapuram Village in Tiruvallur District. She obtained loan to set up a petty shop. She is happy that she is getting a profit of Rs.7, 000/- per month. After paying the EMI, she has Rs.5000, which is an additional income, to spend for her family expenses.



# Change of Lives 6: Mrs. Mallika, Market, Tirunelveli



Mrs. Mallika is from Market area in Tirunelveli. Earlier she was selling flowers and flower garlands in the streets by moving one place to another by walk. Loan from VML helped her to set up flower garland shop. After meeting all the expenses she gets Rs.300 as net profit per day.

# Changes of Lives 7: Mrs. Sidhiq Natchiya, Vandalur

Mrs. Sighiq Natchiya is from Vandalur. She started a mini fancy store at Vandalur with loan from VML. She is getting net profit of Rs.5, 000 per month from the shop. She is awaiting to expand the business with repeat cycle of loan with higher amount



# Change of Lives 8: Mrs. Daisy, Sathankulam



Mrs. Daisy is from Sathankulam. She obtained Loan from VML to set up a tailoring shop. She and her husband, both of them work in the shop. They say they earn around Rs.12,000/- per month and get three times more income during festival seasons like Deepavali, Chirstmas, etc

# KERALA FLOOD RECOVERY SUPPORT MOBILISED BY VIRUTCHAM MICROFINANCE LIMITED







