

# 34<sup>TH</sup> ANNUAL REPORT

2024-2025



## Palma Development Finance Private Limited

(CIN: U65999TZ1990PTC034890)

NBFC-MFI Registered with RBI

TAMIL NADU | KERALA | KARNATAKA

## CONTENTS

PARTICULARS	PAGE NO
CORPORATE INFORMATION	3
NOTICE TO MEMBERS	4
BOARD'S MESSAGE	8
DIRECTOR'S REPORT	10
AUDITOR'S REPORT	21
BALANCE SHEET	30
PROFIT & LOSS ACCOUNT	31
CASH FLOW STATEMENT	32
NOTES ON FINANCIAL STATEMENTS	33



---

**CORPORATE INFORMATION**

**CORPORATE IDENTIFICATION NUMBER (CIN)**

U65999TZ1990PTC034890

**BOARD OF DIRECTORS**

Mr. Jacob Abraham Isaac (Wholetime Director)  
Mr. Joju Madathumpady Johny (Director)  
Mrs. Nitha Roy (Director)  
Mr. Renjith Ramachandran (Additional Director)  
Mr. Sabin Johnson (Additional Director)

**REGISTERED OFFICE/ CORPORATE OFFICE**

Shop No.5, 1st Floor, Adhi Vinayaga Complex,  
No.3, Bus stand, Gopalsamy Temple Street,  
Ganapathy, Coimbatore North, Tamil Nadu, India, 641006

**AUDITORS**

M/s R Rajan Associates,  
Chartered Accountants,  
10<sup>th</sup> Floor, Capital City, Korappath Lane,  
Round North Thrissur 680020

**OUR BANKERS**

- South Indian Bank Ltd.
- Axis Bank Ltd
- ESAF Small Finance Bank Ltd
- HDFC Bank Ltd
- RBL Bank Ltd
- Tamilnadu Mercantile Bank Ltd

---

**NOTICE OF ANNUAL GENERAL MEETING**

NOTICE is hereby given that **34<sup>th</sup>** Annual General Meeting of the members of PALMA DEVELOPMENT FINANCE PRIVATE LIMITED (CIN:U65999TZ1990PTC034890) will be held on 30<sup>th</sup> September, 2025 (Tuesday) at 2:00 pm at Shop No.5, 1st Floor, Adhi Vinayaga Complex, No.3, Bus stand, Gopalsamy Temple Street, Ganapathy, Coimbatore North, Tamil Nadu, India, 641006 to transact the following businesses-

**ORDINARY BUSINESS**

- 1. To receive, consider, approve and adopt the Audited financial statements of the Company for the financial year ended March 31, 2025 and the reports of the Board of Directors and Auditors thereon.**
- 2. To appoint Statutory Auditor of the Company**

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

**“RESOLVED THAT** pursuant to the provisions under Section 139 and the Rules framed there under, as amended from time to time, M/s. R Rajan Associates, Firm Registration Number 003422S, Chartered Accountants, 10<sup>th</sup> Floor, Capital City, Korappath Lane, Round North, Thrissur- 680020 be and is hereby appointed as Statutory Auditors of the Company and to hold office for a period of five years from the conclusion of this Annual General Meeting (AGM) till the conclusion of the Annual General Meeting of the Company for the financial year 2029-2030 at such remuneration as may be agreed upon between the Board of Directors and Statutory Auditors, in addition to the reimbursement of GST and actual out of pocket expenses incurred in relation with the audit of accounts of the Company.

**RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution, any of the directors of the Company, be and are hereby jointly or severally authorized to do all such acts, deeds, matters and things and take such steps which are necessary, expedient or desirable in this regard.”

**SPECIAL BUSINESSES**

- 3. Regularization of Additional Director, Mr. Renjith Ramachandran (DIN: 10953386) as Director of the Company.**

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

**“RESOLVED THAT** Mr. Renjith Ramachandran (DIN: 10953386), who was appointed as an Additional

Director of the Company, by the Board of Directors in their meeting held on 07/08/2025, under Section 161(1) of the Companies Act, 2013 and other provisions of the Companies Act, 2013, (including any statutory modifications and re-enactment thereof) and applicable provisions of the Articles of Association of the Company and who holds office upto the date of this Annual General Meeting, be and is hereby appointed as Director (Non-Executive) of the Company.”

**4. Regularization of Additional Director, Mr. Sibin Johnson (DIN: 08770789) as Director of the Company.**

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

“**RESOLVED THAT** Mr. Sibin Johnson (DIN: 08770789), who was appointed as an Additional Director of the Company, by the Board of Directors in their meeting held on 07/08/2025, under Section 161(1) of the Companies Act, 2013 and other provisions of the Companies Act, 2013, (including any statutory modifications and re-enactment thereof) and applicable provisions of the Articles of Association of the Company and who holds office upto the date of this Annual General Meeting, be and is hereby appointed as Director (Non-Executive) of the Company.”

**By Order of the Board of Directors  
For Palma Development Finance Private Limited**

**Sd/-  
Jacob Abraham Isaac  
Whole-time Director  
DIN: 06895329**

**Date: 01/09/2025  
Place: Ganapathy**

**NOTES:**

1.All relevant documents referred to in this Notice requiring the approval of the Members shall be available for inspection by the Members. The relevant statutory registers, Memorandum and Articles, will also be available for inspection by the members at the registered office of the company.

2.A Member entitled to attend and vote at the general meeting is entitled to appoint a proxy to attend and vote instead of himself. Proxy need not be a member of the Company. Proxies to be effective should be lodged with the Registered Office of the Company at least 48 hours before the meeting. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and

such person shall not act as a proxy for any other person or shareholder. The holder of proxy shall prove his identity at the time of attending the Meeting.

3.The Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 in respect of the special business above is attached herewith. As required, the brief profile of Directors seeking appointment/ re-appointment at this AGM are given in the Explanatory Statement to the Notice of the AGM.

4.Members desiring any information or clarification are requested to write to the Company at least 48 hour before the meeting so as to enable the board to keep the information ready.

5.Members are requested to contact the Company, in case of any doubts/clarifications.

6.Members who have not registered their email ID and updated contact number with the Company are requested to register the same at the earliest by contacting Share department at HO.

7.Corporate members intending to send their authorized representatives to attend the Meeting are requested to send a certified copy of the Board Resolution authorizing their representatives to attend and vote on their behalf at the AGM.

8.Members will not be distributed any gift, compliments or kind of such nature before or after the AGM.

9.The members holding physical shares (in share certificate format) who prefer to receive notice and Annual Report only by e-mail in future may register their email by submitting duly filled-in format to the Company (Annexure to Annual Report). However, in case of shareholders holding shares in demat form; email shall be registered with respective DP, and not with the Company.

10.Soft copy of notice and annual report for the FY 2024-2025 is being sent through electronic mode to those members who have registered their email id with the Company. The physical copy of notice and annual report will be sent to members who have not registered their email ids with the Company. Members may note that notice of 34th AGM along with Annual Report for the financial year will also be hosted on the website ( [www.palmamicrofin.com](http://www.palmamicrofin.com) ).

11.Route map to the venue of AGM is enclosed with this notice.

**Explanatory Statement pursuant to section 102 of the Companies Act 2013 relating to Special Business**

**ITEM NO. 3**

**Regularization of Additional Director, Mr. Renjith Ramachandran (DIN: 10953386) as Director of the company.**

Mr. Renjith Ramachandran (DIN: 10953386) was inducted to the Board at the Board Meeting held on 7<sup>th</sup> August, 2025 and in the same meeting he was appointed as the Additional Director. In terms of Section 161(1) of the Companies Act, 2013, he can hold office only up to the date of the ensuing Annual General Meeting. He has more than eleven years' experience in NBFC sector and the Board is of the opinion that the appointment and presence of Mr. Renjith Ramachandran on the Board will be desirable, beneficial and in the best interest of the Company. The Board recommends the resolution set out in item no. 3 of the accompanying Notice for approval and adoption of the Members.

None of the Directors of the Company except Mr. Renjith Ramachandran, is concerned or interested in the proposed resolution.

**ITEM NO. 4**

**Regularization of Additional Director, Mr. Sibin Johnson (DIN: 08770789) as Director of the company.**

Mr. Sibin Johnson (DIN: 08770789) was inducted to the Board at the Board Meeting held on 7<sup>th</sup> August, 2025 and in the same meeting he was appointed as the Additional Director. In terms of Section 161(1) of the Companies Act, 2013, he can hold office only up to the date of the ensuing Annual General Meeting. He has more than two years' experience in NBFC sector and the Board is of the opinion that the appointment and presence of Mr. Sibin Johnson on the Board will be desirable, beneficial and in the best interest of the Company. The Board recommends the resolution set out in item no. 4 of the accompanying Notice for approval and adoption of the Members.

None of the Directors of the Company except Mr. Sibin Johnson, is concerned or interested in the proposed resolution.

By Order of the Board of Directors  
For Palma Development Finance Private Limited  
Sd/-  
Jacob Abraham Isaac  
Whole-time Director  
DIN: 06895329

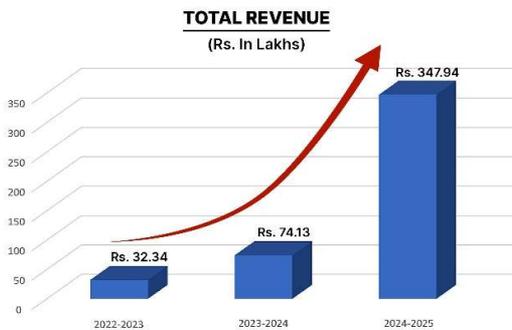
Date: 01/09/2025

Place: Ganapathy

**BOARD’S MESSAGE FOR THE FINANCIAL YEAR 2024-25**

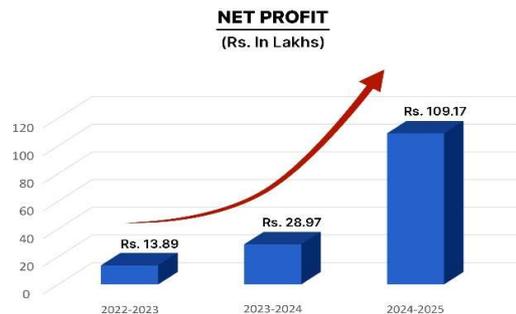
Dear Stakeholders,

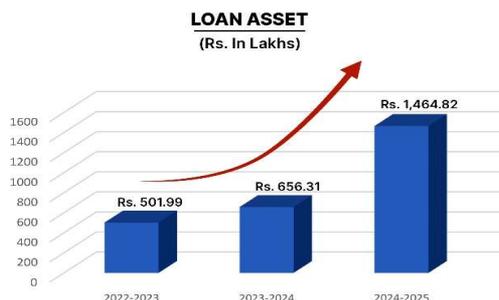
The financial year 2024-25 has been another year of resilience, progress, and transformation for our organization. Building on the strong foundation laid in the past years, we continued our journey of empowering underserved communities by extending the reach of microfinance to those who need it most. Despite operating in a challenging global and domestic economic environment, we are pleased to share that our consistent focus on financial inclusion, operational excellence, and governance has yielded encouraging results.



During the year, our **Total Revenue grew to ₹347.94 lakhs** compared to ₹74.13 lakhs in 2023-24, marking a robust 369% growth reflecting both the scalability of our operations and the trust we have built among our clients.

Our **Net Profit after tax stood at ₹109.17 lakhs**, a significant improvement over ₹28.97 lakhs recorded in 2023-24, marking growth of 277% underscoring the efficiency of our business model and prudent financial management.





Our lending portfolio witnessed strong momentum, with Loan Assets expanding to ₹1464.82 lakhs from ₹656.31 lakhs in 2023-24, marking a strong 123% growth. This performance reflects our success in penetrating new markets and meeting the evolving financial needs of an expanding customer base.

Our strategic emphasis on leveraging technology, strengthening risk management practices, and diversifying our product offerings has enabled us to enhance our client outreach and improve service delivery. We successfully expanded to newer geographies, further strengthening our mission of fostering weaker section of society, supporting women, self-help groups and enabling sustainable livelihoods at the grassroots level.

We also deepened our commitment to Environmental, Social, and Governance (ESG) principles, embedding sustainability and social responsibility into every aspect of our operations. From promoting financial literacy to adopting environmentally responsible practices, we are mindful of our role as a catalyst for inclusive and sustainable development.

Looking ahead, we remain focused on balancing growth with resilience. Our priorities include harnessing digital innovation, broadening financial solutions for our clients, and strengthening our capital adequacy to ensure long-term stability. Above all, our guiding principle remains the same — to create meaningful impact in the lives of our clients and contribute to building a more equitable society.

On behalf of the Board, we extend our sincere appreciation to our shareholders, clients, employees, regulators, and partners for their unwavering trust and support. Your continued faith in our vision strengthens our resolve to move forward with integrity, transparency, and purpose. Together, we will continue to build pathways for inclusive prosperity.

Warm regards,

**For and on behalf of the Board**

Sd/-

**Jacob Abraham Isaac**  
Whole-time Director  
DIN: 06895329

Sd/-

**Joju Madathumpady Johny**  
Director  
DIN:02712125

Date: 01/09/2025

Place: Ganapathy

**DIRECTOR'S REPORT**

Dear Shareholders,

Your Directors are delighted to present their 34<sup>th</sup> Annual Report together with the Audited Financial Statements of your Company for the financial Year ended 31<sup>st</sup> March 2025.

**1. Company Overview**

Palma Development Finance Private Limited is a Non-Systemically Important Non-Deposit taking (Base Layer) NBFC-MFI and one among the fastest growing NBFCs in South India.

**2. Performance Highlights**

The performance highlights and summarized financial results of the company are given below-

- Total Revenue grew to ₹347.94 lakhs from ₹74.13 lakhs in FY 2023-24, registering a strong 369% growth, reflecting the scalability of operations and client trust.
- Net Profit After Tax rose to ₹109.17 lakhs from ₹28.97 lakhs in FY 2023-24, an impressive 277% growth, underscoring the efficiency of the business model and prudent financial management.
- Loan Assets expanded to ₹1,464.82 lakhs from ₹656.88 lakhs in FY 2023-24, achieving 123% growth, driven by market penetration and meeting evolving customer needs.

**3. Financial Highlights**

Particulars	2024-25 ₹ in Thousands	2023-24 ₹ in Thousands
Revenue from operations	30252.84	5945.53
Other Income	4541.50	1467.73
Total Income	34794.34	7413.26
Total Expenses	19080.36	3176.85
Profit Before Depreciation	15713.97	4236.41
Depreciation	733.49	329.59
Profit after Depreciation	14980.48	3906.82
Taxes	4063.62	1009.79
Profit / (Loss) carried to Balance sheet	10916.86	2897.03

#### **4. State of Company's Affairs and Future Outlook**

The company's management team is actively engaged in the creation of products and services aimed at addressing the financial requirements of a diverse customer base, ultimately contributing to the realization of your company's objectives. With regard to the financial performance in the fiscal year 2024-25, your directors anticipate that your company will attain increased profitability in the coming years as a result of its strategic growth initiatives.

#### **5. Change in Nature of Business, if any**

Since your company is a registered NBFC-MFI, carrying on the business of loan financing, the company is not authorized to do any other business. Your Company has not carried out any other business activity till date and has no proposal to take up any other business.

#### **6. Change in Registered Office**

Your Company has changed the registered office from Door No 16/41 ST 1, Sirayankuzhi, Kanjiracode P. O., Marthandam, Kanyakumari District- 629155, Tamil Nadu, India to Shop No.5, 1st Floor, Adhi Vinayaga Complex, No.3, Bus stand, Gopalsamy Temple Street, Ganapathy, Coimbatore North, Coimbatore- 641006, Tamil Nadu, India with effect from 30-05-2025.

#### **7. Dividend**

The Board of Directors of your Company does not recommend any final dividend for the financial year 2024-25 with a view to conserve of profits and for investment in business resources of your Company.

#### **8. Amounts Transferred to Reserves:**

Out of Profit of Rs. 1,09,16,859/- during the current year (Previous Year Rs. 28,97,019/-) Rs. 22,92,540/- was transferred to Statutory reserve during the year (Previous year 579,404/-). The Balance in the Reserves & Surplus account is Rs. 3,96,21,542/- (Previous Year Rs. 2,87,04,684/-).

#### **9. Transfer of Unclaimed Dividend to Investor Education and Protection Fund**

The provisions of Section 125(2) of the Companies Act, 2013 do not apply since there was no dividend declared and paid during the past years.

## 10. Share Capital & Disclosures

During FY 2024-25, the Company enhanced its authorized share capital from ₹5,00,00,000 to ₹10,00,00,000, divided into 10,00,000 equity shares of ₹100 each, pursuant to the resolution passed at the 33rd Annual General Meeting held on 13th September 2024. On 2nd August 2024, the Company issued 32,000 fully paid-up equity shares through a rights issue, and the unsubscribed portion of 48,165 shares was subsequently allotted on 22nd August 2024. Accordingly, as on 31st March 2025, the paid-up equity share capital stood at ₹4,80,99,000, comprising 4,80,990 equity shares of ₹100 each

(a) **Buy Back of Securities**

The Company has not bought back any of its securities during the year under review.

(b) **Sweat Equity**

The Company has not issued any Sweat Equity Shares during the year under review.

(c) **Bonus Shares**

No Bonus Shares were issued during the year under review.

(d) **Employees Stock Option Plan**

The Company has not provided any Stock Option Scheme to the employees.

Thus, there was no change in capital structure of the company during the period under review.

## 11. Information about Subsidiary/ JV/ Associate Company

The Company does not have any subsidiaries, associates and joint venture companies.

## 12. Deposits

During the period under review, your Company has neither accepted nor renewed any deposits within the meaning of provisions of Chapter V – Acceptance of Deposits by Companies of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014 ie. Public deposits.

Deposits accepted during the year (Renewal)	Nil		
Deposits remained unpaid or unclaimed as at the end of the year	Nil		
Default in repayment of deposits or payment of interest thereon during the year, if any (indicate no. of cases)	Amount		
	At the beginning of the year	Maximum during the year	At the end of the year
	Nil		
Deposits which are not in compliance with the requirements of Chapter V of the Act	Nil		

The Company is a Non-Deposit Accepting NBFC-MFI registered with RBI and accepts funds via Subordinated Debt, subject to applicable laws. As 31.03.2025, the company has total outstanding subordinated debt of Rs.6,22,19,000/-.

### 13. Material Changes and Commitments

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

### 14. Annual Return

The Annual Return as required under section 92(3) of the Companies Act, 2013 and Rule 12 of the Companies (Management and Administration) Rules, 2014, in Form MGT-7 will be hosted on the website of the Company ( [www.palmamicrofin.com](http://www.palmamicrofin.com) ).

### 15. Board of Directors and meetings

The Board of Directors comprises of nine directors as on date of this report. The Board of Directors of the company met Eleven times in the Financial Year, as per the provisions of Section 173 of Companies Act, 2013 on following dates:

Sl. No.	Date of Meeting	Board Strength	No of Directors Present
1	27.04.2024	9	9
2	25.05.2024	9	9
3	11.06.2024	9	9
4	20.07.2024	9	9
5	02.08.2024	9	9
6	22.08.2024	9	9
7	10.10.2024	9	9
8	18.12.2024	9	9
9	27.12.2024	8	8
10	25.01.2025	7	7
11	19.02.2025	7	7

The intervening gap between any two meetings was within the period prescribed by the CompaniesAct 2013.

Details of attendance of the directors and the board meeting held during the financial year are givenbelow:

Name of directors	Total no of meetings entitled to attend	Total no of meetings attended by directors
Mr.Anbaiyan nadar Sankili(Managing Director)	09	09
Mr. Jacob Abraham Isaac(Director)	11	11
Mr.Selvan Bala krishnan(Director)	11	11
Mrs.Radha Jayakumari (Director)	11	11
Mrs.Vasthi Joy Alice (Director)	11	11
Mr.Ponnan Nadar Poulouse (Director)	11	11
Mrs. Nitha Roy(Director)	11	11
Mr. Joju Madathumpady Johny(Director)	11	11
Mr.Ambramoli Purushothaman (Independent Director)	08	08

#### **16. Committees of Board**

The company is not required to constitute Audit Committee and Nomination and Remuneration Committee as per the applicable provisions of Companies Act, 2013.

#### **17. Changes in Directors and Key Managerial Personnel (KMP)**

During the financial year 2024-25, following changes were happened in the Company

- Mr. Ambramoli Purushothaman (DIN:07706484), Independent Director of the Company has resigned on 27.12.2024.
- Mr. Anbaiyan Nadar Sankili (DIN:06799412), Managing Director of the Company has resigned on 25.01.2025.

In addition to the above, the following changes were happened in the Company after 31.03.2025

- Mr. Renjith Ramachandran (DIN:10953386) and Mr. Sabin Johnson (DIN: 08770789) were appointed as Additional Director on 07.08.2025.
- Mr. Selvan Bala Krishnan (DIN: 06799519), Mrs. Radha Jayakumari (DIN: 06799531), Mrs. Vasthi Joy Alice (DIN: 06799551) and Mr. Ponnannadar Poulouse (DIN: 07037665), Directors of the Company were resigned on 07.08.2025.

Now, the Board propose to regularize/ appoint Mr. Renjith Ramachandran (DIN:10953386) and Mr. Sabin Johnson (DIN: 08770789) as Directors in the ensuing AGM, subject to applicable provisions of the Companies Act, 2013. Appropriate resolution needs to be passed as set out in the notice calling AGM for their regularization.

#### **18. Particulars of Loan, Guarantees and Investments under Section 186**

The loan made, guarantee given, or security provided in the ordinary course of business by a NBFC-MFI registered with the Reserve Bank of India are exempt from the applicability of the provisions of Section 186 of the Act. As such, the particulars of loans have not been disclosed in this Report. The Company has not made any investment within the meaning of Section 186 of the Act during the FY 2024-25.

#### **19. Particulars of Contract or Arrangements with Related Parties**

During the financial year 2024-25, the company has not entered into any related party transactions within the purview of Section 188 of Companies Act 2013.

## **20. Corporate Governance**

Your Company has taken certain measures to ensure good corporate governance and promote ethical standards envisaged under the Companies Act 2013. The Board of Directors welcomes the concept of Corporate Governance to ensure that a Company is governed in the best interests of all stakeholders. Corporate Governance is all about promoting fairness, transparency, accountability and compliance with laws. Your company strictly follow these principles to safeguard the interest of stakeholders.

## **21. Secretarial Standards**

During the period under review the Company has complied with all applicable Secretarial Standards issued by Secretarial Standards Board of the Institute of Company Secretaries of India.

## **22. Annual Evaluation:**

The Board evaluated the effectiveness of its functioning and of individual directors by seeking their inputs on various aspects of governance. The main aspects of evaluation included the contribution to governance, participation in planning and fulfillment of obligations and responsibilities by Directors.

## **23. Details of Subsidiary, Joint Venture or Associates**

No Company has become or ceased to be a Subsidiary, Joint Venture or Associate of the Company during the year.

## **24. Cost Auditors**

The Company is not required to appoint a Cost Auditor pursuant to the provisions of Section 148 Companies Act, 2013

## **25. Auditors and Report thereon**

During the financial year 2024-25, M/s R Rajan Associates, Firm Registration Number 003422S, Chartered Accountants, 10<sup>th</sup> Floor, Capital City, Korappath Lane, Round North Thrissur 680020 were appointed as the Statutory Auditor of the company for the financial year 2024-25 filling the casual vacancy caused by the resignation of M/s TAS& CO Chartered Accountants, Vennala. The report of the auditors and the financial statements audited by Statutory Auditors - M/s R Rajan Associates, are enclosed herewith as annexure.

The statutory auditors of the company have not reported any fraud pursuant to Section 143(12) of the Companies Act, 2013. The auditors have made necessary disclosures/statements under applicable laws.

The Board proposes to appoint M/s R Rajan Associates, Firm Registration Number 003422S, Chartered Accountants, 10<sup>th</sup> Floor, Capital City, Korappath Lane, Round North Thrissur 680020, with the approval of members in the AGM. The approval of members is sought under Section 139 of the Companies Act 2013 for appointment of aforesaid appointment of statutory auditors for a term of 5 years i.e. from the conclusion of this Annual General Meeting till the conclusion of Annual General Meeting for the FY 2029-2030. Appropriate resolution has been set out in the notice calling AGM for consideration of members.

#### **26. Conservation of energy, technology absorption and foreign exchange outgo**

a. **Conservation of Energy:** The Company is engaged in the financial services sector and therefore conservation of energy, technology absorption etc. have a limited application. However, the Company follows a practice of purchase and use of energy efficient electrical and electronic equipment and gadgets in its operations. The Company has also taken measures to reduce usage of electricity in its offices/branches.

b. **Technology Absorption:** During the period under review there was no major technology absorption undertaken by the Company.

c. **Foreign Exchange Earnings and Outgo:** There was no Foreign Exchange Earnings and Outgo during the year.

#### **27. Risk Management**

Your Company is a non-deposit accepting NBFC-MFI engaged in loan business by utilizing its own funds. The risks associated with your Company are perceived in three ways - Market risk, Credit Risk and Operational Risk. Your Company has formulated a risk management policy and has taken measures to address risks associated with business and for improving the skills of employees involved in application side of the policy. In our view, there are no material risks which threaten the current position of the Company.

### **28. Internal Financial Controls**

Your company has adequate internal financial controls commensurate with its size and nature of business as detailed in the Financial Statements. The Board has taken measures to improve the quality and effectiveness of accounting and internal audit procedures within the Company and has a team to ensure timely action on major concerns without fail. The Board has adopted a strong internal audit policy and has set procedures to ensure the orderly and efficient conduct of its business, safeguarding of its assets, the prevention and detection of frauds and errors and the accuracy and completeness of accounting records. The top management oversees the functioning of the internal audit team on a regular basis and the reports are reviewed on a periodical basis. Actions are initiated to ensure proper compliance with all applicable laws and RBI norms. The management is having deliberation with IT experts for improvement of IT aspects of operations for better technology backed financial controls.

### **29. Employee Related Matters**

Your Company has in place “Prevention of Sexual Harassment at workplace” (POSH policy) policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. During the financial year under review, the Company has not received any complaints with allegations of sexual harassment falling within the purview of the policy.

### **30. Commission**

The Company has not provided any commission which falls within the purview of Companies Act 2013, to its MD/WTD and hence the provisions relating to disclosure are not applicable.

### **31. Secretarial Audit Report**

The provisions of the Companies Act, 2013 and the rules framed there under relating secretarial audit report are not applicable to the company

### **32. Corporate Social Responsibility (CSR)**

The provisions of Section 135 of the Companies Act, 2013 regarding Corporate Social Responsibility (CSR) do not apply to your company, hence no disclosures in this regard have been made in this report.

### **33.Order of Court**

There are no significant and material orders passed by the regulators or courts or Tribunals impacting the going concern status and company's operation in future.

### **34.Women Director**

The Company is not covered under rule 3 of the Companies (Appointment and Qualification of Directors) Rules, 2014 and hence it is not mandatory to appoint women director in the Board. However, the company has one women director in the board.

### **35.Declaration from Independent Director on annual basis**

The Company has received necessary declarations from the Independent Director of the Company as per Section 149(7) of the Companies Act, 2013 in conformity with the criteria laid down in Section 149 (6) of Companies Act, 2013.

### **36.RBI Guidelines**

Your Company has complied with all the applicable regulations prescribed by the Reserve Bank of India from time to time.

### **37.Director's Responsibility Statement**

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that:

- (a) in the preparation of the annual accounts for the financial year ended 31<sup>st</sup> March 2025, the applicable accounting standards have been followed and there are no material departures from the same.
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss and cash flow of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis;
- (e) the company being unlisted, sub clause (e) of Section 134(5) is not applicable; and
- (f) the directors had devised proper systems to ensure compliance with the provisions of all

applicable laws and that such systems were adequate and operating effectively.

**38. Cautionary Statement**

Statements in the Board's report and annexures describing the Company's projections, estimates and expectations may be forward looking, within the meaning of the applicable laws, and regulations. Although the expectations are based on reasonable assumptions, the actual results might differ.

**39. Acknowledgement**

Your Directors express their sincere gratitude to the Reserve Bank of India, Government Authorities, Banks, Customers, shareholders and all other stakeholders, for the magnanimous support given to the Company.

Your Directors also take this opportunity to appreciate the dedicated and sincere services and support rendered by the employees of the Company.

**For and on behalf of the Board**

**Sd/-**  
**Jacob Abraham Isaac**  
**Whole-time Director**  
**DIN: 06895329**

**Sd/-**  
**Joju Madathumpady Johny**  
**Director**  
**DIN: 02712125**

Place: Ganapathy  
Date: 01/09/2025



## **R RAJAN ASSOCIATES**

### **CHARTERED ACCOUNTANTS**

10<sup>th</sup> floor, Capital city, Korappath Lane, Round North

Thrissur – 680020

Phone: 0487-2321070,2321270

Email: info@rraca.com

## **INDEPENDENT AUDITORS' REPORT**

To the Members of

**Palma Development Finance Private Limited**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of **PALMA DEVELOPMENT FINANCE PRIVATE LIMITED CIN U65999TZ1990PTC034890** ("the Company"), which comprise the Balance Sheet as at March 31, 2025 and the Statement of Profit and Loss Statement for the year then ended 31<sup>st</sup> March, 2025, and a summary of significant accounting policies and other explanatory information.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2025, its **Profit**, change in equity and 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 audit opinion.

### **Responsibilities of Management and Those Charged with Governance for the 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 financial statements that

give a true and fair view of the financial position and financial performance of the company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing for 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 going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Director's are also responsible for overseeing the company's financial reporting process.

#### **Auditors' 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. Misstatement can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risk of material misstatement of the financial statements, whether due to error or fraud, design and perform audit procedures responsive to that risk, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one reason resulting from error, as fraud may involve collusion, forgery, intentional omission, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. According to section 143(3)(i) reporting on Internal Financial Control system is not applicable to this company.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosure made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists

related to events or conditions that may cast significant doubt on the Company's ability to continue as going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report related to the related disclosure in the financial statements or if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

### **Report on Other Legal and Regulatory Requirement**

1. This Report includes, a statement on the matters specified in paragraphs 3 and 4 of the Companies (Auditor's Report) Order, 2020 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013.
2. As required by the NBFC Auditors Report (Reserve Bank) Directions, 1998 issued by the RBI, we report the matters specified in paragraph 3 and 4 of the said directions.
  - (i) The company has been granted registration under section 45(1A) of RBI act, 1934, vide certificate No. B-07.00520 dated 30 August 2017 and has been converted to NBFC-MFI with effect from 12 January 2018.
  - (ii) The Board of Directors resolved not to accept deposit from the public without obtaining prior sanction from RBI.
  - (iii) The Company has not accepted public deposit during the financial year 2024-25.
  - (iv) The company has complied with the prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable to it
3. As required by Section 143(3) of the Act, we report that:

- 
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
- (c) The Balance Sheet and the Statement of Profit and Loss, dealt with by this Report agree with the books of account
- (d) In our opinion, the Balance Sheet and Statement of Profit and Loss 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 written representations received from the directors as on March 31, 2025, and taken on record by the Board of Directors, none of the directors are disqualified as March 31, 2025, from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the other matters to be included in the Auditor's report in accordance with the requirements of Sec 197(16) of the Act as amended, we report that Section 197 is not applicable to a private company. Hence reporting as per Section 197(16) is not required.
- (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 my opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv.
    - a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person or entity, including foreign entity ("intermediaries"), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
    - b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in aggregate) have been received by the company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of

the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries)

c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement

v. The company has not paid interim or final dividend during the year.

vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31 2025. However, the software used did not have a feature of recording and preserving audit trail (edit log) facility and hence, we are unable to comment on the audit trail feature of the said software.

Further, the audit trail, to the extent maintained in the prior year, has not been preserved by the company as per the statutory requirements for record retention.

**As per our report of even date**

**For R. RAJAN ASSOCIATES**

**Chartered Accountants  
Firm Registration No. 003422S**

**Sd/-**

**CA. HARIKRISHNAN. V, FCA**

**Partner**

**Membership No. 229099**

**PLACE: THRISSUR**

**DATE: 01-09-2025**

**UDIN: 25229099BMGYWK6942**

---

**ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT**

Report as required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 (Refer to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date) With reference to the Annexure A referred to in the Independent Auditors' Report to the members of the Company on the financial statements for the year ended March 31, 2025, we report the following:

- (i)
  - a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b) All the assets have been physically verified by the management at regular intervals. No material discrepancies were noticed on such verification.
  - c) The Company has no immovable properties in the name of company during the year.
  - d) The company has not revalued its Property, Plant and Equipment during the year. Therefore, the provisions of Clause (i)(d) of paragraph 3 of the order are not applicable to the company.
  - e) No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Therefore, the provisions of Clause (i)(e) of paragraph 3 of the order are not applicable to the company.
- (ii) Being a Non-Banking Financial Company having no closing inventory, maintenance of inventory records and their valuation are not applicable. Thus paragraph 3(ii) of the Order is not applicable.
- (iii) The company is a NBFC and has granted loans, secured and unsecured to companies, firms or other parties covered in the register maintained under section 189 of The Companies Act and the terms and conditions of the grant of such loans are not prejudicial to the Companies Interest. The payment of interest and repayment of principal are irregular and not made as stipulated.
- (iv) In our opinion and according to information and explanation given to us, in respect of Loans, Investments, guarantees and security, the provisions of Sec 185 and 186 of the Companies Act, 2013 have been complied with.
- (v) The company is a NBFC and complied the directives issued by RBI and provisions of sections 73 to 76 or any other relevant provisions of The Companies Act and the rules framed there under, where applicable.
- (vi) Being a financial company, maintenance of cost records under sub-section (1) of section 148 of the Companies Act is not applicable.

(vii) **(a)** The Company is generally regular in depositing undisputed statutory dues including Income tax, Service tax and other statutory dues with the appropriate authorities to the extent applicable to it. There are no undisputed amounts payable in respect of income tax, service tax which have remained outstanding as at March 31, 2025 for a period of more than 6 months from the date they became payable.

**(b)** According to the records of the company and as per information and explanations given to us there is no dues of income tax, Sales Tax, Customs Duty, Wealth Tax, Excise Duty, Value Added Tax and Cess which have not been deposited on account of any dispute.

(viii) In our opinion and according to the information and explanations given to us, there is no any transaction not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

(ix)

- a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of any loan or other borrowings or any interest due thereon to any lender.
- b) In our opinion and according to the information and explanations given to us, the company has not been a declared wilful defaulter by any bank or financial institution or other lender.
- c) In our opinion and according to the information and explanations given to us, the loans were applied for the purpose for which the loans were obtained.
- d) In our opinion and according to the information and explanations given to us, there are no funds raised on short term basis which have been utilised for long term purposes.
- e) In our opinion and according to the information and explanations given to us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- f) In our opinion and according to the information and explanations given to us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

(x)

- a) The Company has not raised money by way of initial public offer or further public offer (including debt instruments). Therefore, the provisions of Clause (x)(a) of paragraph 3 of the order are not applicable to the Company.
- b) In our opinion and according to the information and explanations given to us, the company has not made preferential allotment or private placement of shares during the year. Therefore, the provisions of Clause (x)(b) of paragraph 3 of the order are not applicable to the Company.

(xi) a) We have not noticed any case of fraud by the company or any fraud on the Company by its officers or employees during the year. The management has also not reported any case of fraud during the year.

b) During the year no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government

c) As auditor, we did not receive any whistle blower complaint during the year.

(xii) The company is not a Nidhi Company and accordingly, paragraph 3 (xii) of the order is not applicable to the Company.

(xiii) As per the information and explanations received to us all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable, and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards. Identification of related parties were made and provided by the management of the company.

(xiv) The company is not covered by section 138 of the Companies Act, 2013, related to appointment of internal auditor of the company. Therefore, the company is not required to appoint any internal auditor. The company has an internal control system commensurate the nature and business of the company

(xv) 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 non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the order is not applicable.

(xvi) (a) The Company is an NBFC registered under Sec 45 (1A) of Reserve Bank of India Act, 1934 vide certificate number B-07.00520 dated 30 August 2017 and converted to NBFC-MFI with effect from 12 January 2018.

(b) The company is not a core investment company (CIC) as defined in the regulations made by the Reserve Bank of India

(xvii) The company has not incurred cash loss in current financial year as well in immediately preceding financial year.

(xviii) There has not been resignation of the previous statutory auditors during the year.

(xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

(xx) According to the information and explanation given to us, sub-section (5) of Section 135 of the Companies Act is not applicable to the company. Therefore, the provisions of Clause (xx) of paragraph 3 of the order are not applicable to the Company

(xxi) The company does not require to prepare consolidated financial statement and the provisions of Clause (xxi) of paragraph 3 of the order are not applicable to the Company

**As per our report of even date**

**For R RAJAN ASSOCIATES**  
**Chartered Accountants**  
**Firm Registration No. 003422S**

Sd/-

**CA. HARIKRISHNAN V**

**Partner**

**Membership No. 229099**

**PLACE: THRISSUR**

**DATE: 01-09-2025**

**UDIN: 25229099BMGYWK6942**

**PALMA DEVELOPMENT FINANCE PRIVATE LIMITED**

(CIN: U65999TZ1990PTC034890)

(Address: Shop No.5, 1st Floor, Adhi Vinayaga Complex, No.3, Bus stand, Gopalsamy Temple Street, Ganapaty, Ganapathy, Coimbatore, Coimbatore North, Tamil Nadu, India, 641006)

**Balance Sheet as at 31 March 2025**

		(' in '000)	
Particulars	Note	31 March 2025	31 March 2024
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' Funds</b>			
(a) Share Capital	3	48,099	26,283
(b) Reserves and Surplus	4	39,622	28,705
(c) Money Received against Share Warrants		-	-
<b>Total</b>		<b>87,721</b>	<b>54,988</b>
<b>(2) Share application money pending allotment</b>			
		-	-
<b>(3) Non-current liabilities</b>			
(a) Long-term Borrowings	5	62,219	21,769
(b) Deferred Tax Liabilities (Net)		-	27
(c) Other Long term Liabilities		-	-
(d) Long-term Provisions	6	209	-
<b>Total</b>		<b>62,428</b>	<b>21,796</b>
<b>(4) Current liabilities</b>			
(a) Short-term Borrowings		-	-
(b) Trade Payables	7	-	-
- Due to Micro and Small Enterprises		-	-
- Due to Others		354	-
(c) Other Current Liabilities	8	7,210	714
(d) Short-term Provisions		492	164
<b>Total</b>		<b>8,056</b>	<b>878</b>
<b>Total Equity and Liabilities</b>		<b>1,58,205</b>	<b>77,662</b>
<b>II. ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) Property, Plant and Equipment and Intangible Assets			
(i) Property, Plant and Equipment	9	1,569	777
(ii) Intangible Assets		717	1,197
(iii) Capital Work-in-progress		-	-
(iv) Intangible Assets under Development		-	-
(b) Non-current Investments		-	-
(c) Deferred Tax Assets (net)	10	179	-
(d) Long-term Loans and Advances		1,437	3,500
(e) Other Non-current Assets		-	-
<b>Total</b>		<b>3,902</b>	<b>5,474</b>
<b>(2) Current assets</b>			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade Receivables		-	-
(d) Cash and Cash Equivalents	11	7,700	8,713
(e) Short-term Loans and Advances	12	1,45,045	62,132
(f) Other Current Assets	13	1,558	1,343
<b>Total</b>		<b>1,54,303</b>	<b>72,188</b>
<b>Total Assets</b>		<b>1,58,205</b>	<b>77,662</b>

See accompanying notes to the financial statements

As per our report of even date

**For R RAJAN ASSOCIATES**  
Chartered Accountants  
Firm Registration No.003422S

**For and on behalf of the Board**

Sd/-

**CA. Harikrishnan V, FCA**  
Partner  
Membership No. 229099

UDIN: 25229099BMGYWK6942  
Place: Thrissur  
Date: 1 September 2025

Sd/-

**Jacob Abraham Isaac**  
Whole Time Director  
6895329

Sd/-

**Joju Madathumpady Johny**  
Director  
2712125

Place: Ganapathy  
Date: 1 September 2025

**PALMA DEVELOPMENT FINANCE PRIVATE LIMITED**

(CIN: U65999TZ1990PTC034890)

(Address: Shop No.5, 1st Floor, Adhi Vinayaga Complex, No.3, Bus stand, Gopalsamy Temple Street, Ganapathy,  
Ganapathy, Coimbatore, Coimbatore North, Tamil Nadu, India, 641006)

**Statement of Profit and loss for the year ended 31 March 2025**

(` in '000)

Particulars	Note	31 March 2025	31 March 2024
Revenue from Operations	14	30,253	5,946
Other Income	15	4,542	1,468
<b>Total Income</b>		<b>34,795</b>	<b>7,414</b>
<b>Expenses</b>			
Cost of Material Consumed		-	-
Purchases of Stock in Trade		-	-
Change in Inventories of work in progress and finished goods		-	-
Employee Benefit Expenses	16	7,236	870
Finance Costs		5,552	529
Depreciation and Amortization Expenses	17	733	330
Other Expenses	18	6,293	1,778
<b>Total expenses</b>		<b>19,814</b>	<b>3,507</b>
<b>Profit/(Loss) before Exceptional and Extraordinary Item and Tax</b>		<b>14,981</b>	<b>3,907</b>
Exceptional Item		-	-
<b>Profit/(Loss) before Extraordinary Item and Tax</b>		<b>14,981</b>	<b>3,907</b>
Prior Period Item		-	-
Extraordinary Item		-	-
<b>Profit/(Loss) before Tax</b>		<b>14,981</b>	<b>3,907</b>
Tax Expenses	19		
- Current Tax		4,270	991
- Deferred Tax		-	-
- MAT Credit Entitlement		-	-
- Prior Period Taxes		-	-
- Excess/Short Provision Written back/off		(206)	19
<b>Profit/(Loss) for the Period from Continuing Operations</b>		<b>10,917</b>	<b>2,897</b>
Profit/(loss) from Discontinuing Operation (before tax)		-	-
Tax Expenses of Discontinuing Operation		-	-
Profit/(loss) from Discontinuing Operation (after tax)		-	-
<b>Profit/(Loss) for the period</b>		<b>10,917</b>	<b>2,897</b>
Earnings Per Share (Face Value per Share Rs.100 each)			
-Basic	20	25.70	11.02
-Diluted	20	25.70	11.02

See accompanying notes to the financial statements

As per our report of even date

**For R RAJAN ASSOCIATES**

Chartered Accountants

Firm's Registration No. 003422S

Sd/-

**CA. Harikrishnan V, FCA**

Partner

Membership No. 229099

UDIN: 25229099BMGYWK6942

Place: Thrissur

Date: 1 September 2025

Sd/-

**Jacob Abraham Isaac**

Whole time Director

06895329

**For and on behalf of the Board**

Sd/-

**Joju Madathumpady Johny**

Director

02712125

Place: Ganapathy

Date: 1 September 2025

**PALMA DEVELOPMENT FINANCE PRIVATE LIMITED**

(CIN :U65999TZ1990PTC034890)

(Address: Shop No.5, 1st Floor, Adhi Vinayaga Complex, No.3, Bus stand, Gopalsamy Temple Street, Ganapaty, Ganapathy, Coimbatore, Coimbatore North, Tamil Nadu, India, 641006)

**Cash Flow Statement for the year ending 31 March 2025**

(` in '000)

Particulars	For the year ended	
	31-03-2025	31-03-2024
<b>Cash flows from operating activities</b>		
Net profit before taxation	14,980	3,907
Add: Depreciation for current year	733	330
Add: Reversal of income tax provision	-	-
Operating profit before working capital changes	<b>15,714</b>	<b>4,236</b>
Decrease/(Increase) in long term loans and advances	-	(15,682)
Decrease/(Increase) in other current assets	-1,45,260	(389)
Increase/(Decrease) in long term provisions	209	
Increase/(Decrease) in other current liabilities	7,178	4
Increase/(Decrease) in short term provisions	-	39
Cash generated from operations	<b>-1,22,159</b>	<b>(12,181)</b>
Less : Payment of taxes	-4,270	(991)
<b>Net cash flow from operating activities (A)</b>	<b>-1,26,429</b>	<b>(13,172)</b>
<b>Cash flows from investing activities</b>		
Other non-current assets		-
Purchase of fixed assets	-1,045	(1,669)
Asset written Back to Shareholderes organisation		-
<b>Net cash used in investing activities (B)</b>	<b>-1,045</b>	<b>(16,69,132)</b>
<b>Cash flows from financing activities</b>		
Issue of Subordinated Debts	40,450	21,769
Issue of share capital	21,817	-
Term Loans	64,194	
<b>Net cash used in financing activities (C)</b>	<b>1,26,461</b>	<b>21,769</b>
<b>Net decrease in cash &amp; cash equivalents (A+B+C)</b>	(1,014)	6,928
<b>Cash and cash equivalents at beginning of the year</b>	8,713	1,785
<b>Cash and cash equivalents at end of the year</b>	<b>7,700</b>	<b>8,713</b>

See accompanying notes to the financial statements

As per our report of even date  
**For R RAJAN ASSOCIATES**  
Chartered Accountants  
Firm's Registration No. 0034225

For and on behalf of the Board

Sd/-

**CA. Harikrishnan V, FCA**  
Partner  
Membership No. 229099  
UDIN: 25229099BMGYWK6942  
Place: Thrissur  
Date: 1 September 2025

Sd/-

**Jacob Abraham Isaac**  
Whole Time Director  
06895329

Sd/-

**Joju Madathumpady Johny**  
Director  
02712125

Place: Ganapathy  
Date: 1 September 2025

## **NOTES TO THE FINANCIAL STATEMENTS**

### **1. Corporate Information**

**PALMA DEVELOPMENT FINANCE PRIVATE LIMITED** was incorporated on 10th September 1990 having its registered office at Shop No.5, 1st Floor, Adhi Vinayaga Complex, No.3, Bus stand, Gopalsamy Temple Street, Ganapaty, Ganapathy, Coimbatore, Coimbatore North, Tamil Nadu, 641006. The company has been granted registration under section 45(1A) of RBI act, 1934, vide certificate No. B-07.00520 dated 30 August 2017 and has been converted to NBFC-MFI with effect from 12 January 2018. The Company is primarily engaged in providing micro finance loans to economically underserved population.

### **2. Summary of Significant Accounting Policies**

#### **2.1 Presentation & Disclosure of Financial statements**

The Financial Statements of the company have been prepared in accordance with Generally Accepted Accounting Principles in India (Indian GAAP). The company has prepared these Financial Statements to comply in all material respects with Accounting Standards notified under The Companies (Accounts) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 2013. The Financial Statements have been prepared on an accrual basis and under the historical cost convention. Company has complied with the Accounting Standards as applicable. The Accounting Policies adopted in the preparation of Financial Statements are consistent with those of previous year.

The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as on the date of the financial statements and the reported income and expenses during the reporting period. The estimates and assumptions used in the financial statements are based upon the Management's evaluation of the relevant facts and circumstances as on the date of financial statements. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

## 2.2 Property plant and equipment

Property plant and equipment are stated at cost less accumulated depreciation. The cost includes purchase consideration, financing costs till commencement of commercial production and other directly attributable costs incurred to bring an Asset to its working condition for its intended use. Subsidy received towards specific assets is reduced from the cost of fixed assets. Fixed assets taken on Finance Lease are capitalized.

## 2.3 Depreciation on tangible Property plant and equipment

In respect of fixed assets acquired during the year, depreciation is charged on a straight-line basis so as to write-off the cost of the assets over the useful lives.

Type of Assets	Period
Electrical fittings	10 Years
Furniture and Fixtures	10 Years
Office equipment	5 Years
Computer and networks	3 Years

## 2.4 Intangible Assets

In respect of intangible assets, amortization is charged on a straight-line basis over its useful life

Type of Assets	Period
Software	3 Years

## 2.5 Borrowing Costs

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognized in the Statement of Profit and Loss in the period in which they are incurred.

## 2.6 Impairment

An asset is impaired when the carrying amount of the asset exceeds its recoverable amount. An enterprise should assess at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists; the enterprise should estimate the recoverable amount of the asset. No impairment has occurred during the year.

## 2.7 Investments

Investments that are readily realizable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at cost or fair value, whichever is lower. Long-term investments are generally carried at cost, unless there is permanent diminution in the value of asset. The company does not have any investments.

## 2.8 Foreign currency transaction

Transactions in foreign currencies are translated into the functional currency of the Company at the exchange rates at the dates of the transactions or an average rate if the average rate approximates the actual rate at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined. Non-monetary assets and liabilities that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction. Exchange differences are recognized in profit or loss

There are no foreign currency transactions during the year.

## 2.9 Revenue Recognition

Interest income is recognized on a time proportion basis considering the amount outstanding and the rate applicable. Revenue is recognized to the extent it is realizable where there is uncertainty in the ultimate collection. Necessary provisions are created for all know liabilities and losses. Interest income from non-performing assets is recognized only when it is realized.

## 2.10 Employee Benefits

### **Short term Employee Benefits**

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. These benefits include compensated absence such as paid annual leave and sickness leave. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognized as an expense during the period.

### **Long term Employee Benefits**

#### **Defined benefit plans:**

Gratuity: The Company provides for gratuity, a defined benefit plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. 15 days salary for every completed year of service and vesting period is 5 years. The Company has determined its gratuity liability based on management's internal assessment, without the assistance of an external valuer.

## 2.11 Taxes on Income

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India.

Deferred tax charge or credit reflects the tax effects of timing difference between accounting income and taxable income for the period. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carry forward losses, deferred tax assets are recognized, only if there is virtual certainty of realization of such assets. Deferred tax assets are reviewed at each Balance Sheet date and are written-down or written-up to reflect the amount that is reasonably/ virtually certain (as the case may be) to be realized.

Deferred Tax Assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax

assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

In accordance with transitional provisions contained in Schedule II of the Companies Act 2013, the Company has adjusted to be retained earnings carrying amount of fixed assets after retaining residual value, where residual value Nil, the tax effect of the same has been also adjusted directly against the retained earnings in accordance with the ICAI announcement "Tax effect of expenses/ income adjusted directly against the reserves and /or Securities Premium Account. As on 31 March 2025, Deferred tax Asset(Net) balance is Rs.1,79,478.

### 2.12 Provisions and Contingent Liabilities

**Provisions:** Provisions are recognized when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

**Contingent Liabilities:** Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is termed as a contingent liability.

Contingent Liabilities are not recognized but are disclosed in the Notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

### 2.13 Earnings per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

## 2.14 Notes to Statutory Reserve

As per Section 45IC of the RBI Act, Every NBFC shall create a reserve fund and transfer therein a sum not less than twenty percentage of its net profit every year as disclosed in the profit and loss account and before any dividend is declared. In view of this an amount of Rs.22,92,540 has been transferred.

### Other Matters

- ❖ In our opinion the Company has no dues payable to suppliers registered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act).
- ❖ The figures for the corresponding previous year have been regrouped / reclassified wherever necessary, to make them comparable.
- ❖ The company has no transactions with struck off companies' u/s 248 or 560 of The Companies Act 2013/1956.
- ❖ The company has not borrowed any working capital from banks or any other financial institutions on security of current assets.
- ❖ The company has not been declared as a willful defaulter by any bank or financial institution or other lender or consortium thereof, in accordance with the guidelines on willful defaulters issued by the Reserve Bank of India.
- ❖ The Company is not liable for CSR activities since it is not covered under Corporate social responsibilities u/s135
- ❖ The company has no unrecorded transactions in books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the income tax act 1961
- ❖ The Company has not traded or invested in Crypto Currency or Virtual Currency during the Financial Year
- ❖ No funds (which are material either individually or in aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person or entity, including foreign entity ("intermediaries"), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- ❖ The company does not have any Scheme of Arrangements which have been approved by the competent authority in terms of sections 230 to 237 of the Act
- ❖ The company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

**3 Share Capital** (` in '000)

Particulars	31 March 2025	31 March 2024
<b>Authorised Share Capital</b>		
Equity Shares, Rs. 100 par value, 1000000 (Previous Year -500000) Equity Shares	1,00,000	50,000
<b>Issued, Subscribed and Fully Paid up Share Capital</b>		
Equity Shares, Rs. 100 par value 480990 (Previous Year -262825) Equity Shares paid up	48,099	26,283
<b>Total</b>	<b>48,099</b>	<b>26,283</b>

**(i) Reconciliation of number of shares**

Particulars	31 March 2025		31 March 2024	
	No. of shares	(` in '000)	No. of shares	(` in '000)
Opening Balance	2,62,825	26,283	2,62,825	26,283
Issued during the year	2,18,165	21,817	-	-
Deletion during the year	-	-	-	-
<b>Closing balance</b>	<b>4,80,990</b>	<b>48,099</b>	<b>2,62,825</b>	<b>26,283</b>

**(ii) Rights, preferences and restrictions attached to shares**

Equity Shares: The Company has one class of equity shares. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

**(iii) Details of Shares held by shareholders holding more than 5% of the aggregate shares in the company**

Equity Shares Name of Shareholder	31 March 2025		31 March 2024	
	No. of shares	In %	No. of shares	In %
Palma Thozhilalar Peravai	111481	23.18%	111481	42.42%
Palma Mahalir Suya Uthavikuzhu Koottamaippu	121194	25.20%	121194	46.11%

**(iv) Shares held by Promoters at the end of the year 31 March 2025**

Name of Promotor	Class of Shares	No. of Shares	% of total shares	% Change during the year
Palma Thozhilalar Peravai	Equity	111481	23.18%	-45.36%
Palma Mahalir Suya Uthavikuzhu Koottamaippu	Equity	121194	25.20%	-45.36%
J Santhi	Equity	150	0.03%	-50.00%

**Shares held by Promoters at the end of the year 31 March 2024**

Name of Promotor	Class of Shares	No. of Shares	% of total shares	% Change during the year
Palma Thozhilalar Peravai	Equity	111481	42.42%	0.00%
Palma Mahalir Suya Uthavikuzhu Koottamaippu	Equity	121194	46.11%	0.00%
J Santhi	Equity	150	0.06%	0.00%

(' in '000)		
4 Reserves and Surplus	31 March 2025	31 March 2024
Particulars		
<b>Securities Premium</b>		
Opening Balance	15,816	15,816
Closing Balance	15,816	15,816
<b>Statutory Reserve Fund</b>		
Opening Balance	2,252	1,673
Add: Transfer from P&L	2,293	579
Closing Balance	4,545	2,252
<b>Statement of Profit and loss</b>		
Balance at the beginning of the year	10,637	8,319
Add: Profit during the year	10,917	2,897
Less: Appropriation		
Transfer to Statutory reserve fund	2,293	579
<b>Balance at the end of the year</b>	<b>19,261</b>	<b>10,637</b>
<b>Total</b>	<b>39,622</b>	<b>28,705</b>

(' in '000)		
5 Long term borrowings	31 March 2025	31 March 2024
Particulars		
<b>Unsecured Other loans and advances</b>		
-Subordinate debt - 13% Annual scheme	950	950
-Subordinate debt - 14.87% Doubling scheme	56,493	18,918
-Subordinate debt -12.5% Monthly scheme	4,776	1,901
<b>Total</b>	<b>62,219</b>	<b>21,769</b>

(' in '000)		
6 Long term provisions	31 March 2025	31 March 2024
Particulars		
Provision for employee benefits		
-Provision for gratuity	209	-
<b>Total</b>	<b>209</b>	<b>-</b>

(' in '000)		
7 Trade payables	31 March 2025	31 March 2024
Particulars		
Due to others	354	-
<b>Total</b>	<b>354</b>	<b>-</b>

(' in '000)					
7.1 Trade Payable ageing schedule as at 31 March 2025	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME					-
Others	354				354
Disputed dues- MSME					-
Disputed dues- Others					-
Sub total					<b>354</b>
MSME - Undue					
Others - Undue					
<b>Total</b>					<b>354</b>

(' in '000)					
7.2 Trade Payable ageing schedule as at 31 March 2024	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME					-
Others					-
Disputed dues- MSME					-
Disputed dues- Others					-
Sub total					-
MSME - Undue					
Others - Undue					
<b>Total</b>					-

(' in '000)		
8 Other current liabilities	31 March 2025	31 March 2024
Particulars		
Interest accrued but not due on borrowings	5,446	495
<b>Other payables</b>		
-Auditors remuneration payable	125	125
-Gst payable	132	-
-Income tax expense	938	-
-Other expenses	526	91
-TDS payable	43	3
<b>Total</b>	<b>7,210</b>	<b>714</b>

## 9 Property, Plant and Equipment

(₹ in '000)

Name of Assets	Gross Block			Depreciation and Amortization				Net Block		
	As on 01-Apr-24	Addition	Deduction	As on 31-Mar-25	As on 01-Apr-24	for the year	Deduction	As on 31-Mar-25	As on 31-Mar-25	As on 31-Mar-24
<b>(i) Property, Plant and Equipment</b>										
Computer and networks	229	394		623	68	138	-	206	417	161
Electrical fittings	581	245		827	65	71	-	136	690	516
Furniture and fixtures	22	128		151	3	18	-	21	130	20
Office equipments	89	277	-	367	9	25	-	35	332	80
<b>Total</b>	<b>922</b>	<b>1,045</b>	<b>-</b>	<b>1,967</b>	<b>146</b>	<b>253</b>	<b>-</b>	<b>398</b>	<b>1,569</b>	<b>777</b>
<b>Previous Year</b>	<b>658</b>	<b>264</b>		<b>922</b>		<b>122</b>		<b>146</b>		<b>777</b>
<b>(ii) Intangible Assets</b>										
Software	1,405	-	-	1,405	208	481		688	717	1,197
<b>Total</b>	<b>1,405</b>	<b>-</b>	<b>-</b>	<b>1,405</b>	<b>208</b>	<b>481</b>	<b>-</b>	<b>688</b>	<b>717</b>	<b>1,197</b>
<b>Previous Year</b>		<b>1,405</b>		<b>1,405</b>		<b>208</b>		<b>208</b>		<b>1,197</b>

10 Deferred tax assets net		
(` in '000)		
Particulars	31 March 2025	31 March 2024
Deferred tax assets net	179	-
<b>Total</b>	<b>179</b>	<b>-</b>

11 Cash and cash equivalents		
(` in '000)		
Particulars	31 March 2025	31 March 2024
Cash on hand	1,812	1,620
Balances with banks in current accounts	5,888	7,093
<b>Total</b>	<b>7,700</b>	<b>8,713</b>

12 Short term loans and advances		
(` in '000)		
Particulars	31 March 2025	31 March 2024
Other loans and advances (Unsecured, considered good)		
-Micro finance loans	1,45,045	62,132
<b>Total</b>	<b>1,45,045</b>	<b>62,132</b>

13 Other current assets		
(` in '000)		
Particulars	31 March 2025	31 March 2024
Advance to supplier	31	3
Electricity deposit	3	3
GST receivable	225	254
Interest accrued on MFI loan	479	46
Interest accrued on term loan	-	11
IT Refund receivable	-	422
Rent deposit	810	580
Security deposit Insurance	10	10
TDS refundable	-	14
<b>Total</b>	<b>1,558</b>	<b>1,343</b>

14 Revenue from operations		
(` in '000)		
Particulars	31 March 2025	31 March 2024
<b>Sale of services</b>		
-Interest on micro finance loan	29,505	5,935
-Interest on term loan	719	11
-Overdue interest collected	29	-
<b>Total</b>	<b>30,253</b>	<b>5,946</b>

15 Other Income		
(` in '000)		
Particulars	31 March 2025	31 March 2024
<b>Interest Income</b>		
-Bank interest(deposit)	292	386
-Interest on IT refund	13	-
<b>Total continued</b>	<b>305</b>	<b>386</b>

<b>Other Income</b>		(` in '000)	
<b>Particulars</b>	<b>31 March 2025</b>	<b>31 March 2024</b>	
<b>Total continued from previous page</b>	305	386	
<b>Others</b>			
-Penalty charges	214	2	
-Processing fee	4,023	1,080	
<b>Total</b>	<b>4,542</b>	<b>1,468</b>	

<b>16 Employee benefit expenses</b>		(` in '000)	
<b>Particulars</b>	<b>31 March 2025</b>	<b>31 March 2024</b>	
Salaries and wages	7,213	870	
Staff welfare expenses	23	-	
<b>Total</b>	<b>7,236</b>	<b>870</b>	

<b>17 Depreciation and amortization expenses</b>		(` in '000)	
<b>Particulars</b>	<b>31 March 2025</b>	<b>31 March 2024</b>	
Amortisation expense	481	208	
Depreciation and amortization expenses	252	122	
<b>Total</b>	<b>733</b>	<b>330</b>	

<b>18 Other expenses</b>		(` in '000)	
<b>Particulars</b>	<b>31 March 2025</b>	<b>31 March 2024</b>	
Auditors' Remuneration	125	125	
Administrative expenses	71	-	
Advertisement	-	49	
Commission and brokerage	1,784	-	
Conveyance expenses	159	4	
Power and fuel	218	104	
Professional fees	434	104	
Rent	1,266	680	
Repairs and maintenance	-	8	
Rates and taxes	13	126	
Other Business Administrative Expenses	42	32	
Telephone expenses	170	129	
<b>Other Expenses</b>			
-Bank charges	11	28	
-Branch inauguration expenses	23	2	
-CIC Registration charges	15	19	
-E Filing charges	438	13	
-Generator charges	30	26	
-GST written off	228	-	
-Legal expenses	-	6	
<b>Total continued</b>	<b>5,027</b>	<b>1,455</b>	

<b>Other expenses</b>		(` in '000)	
<b>Particulars</b>	<b>31 March 2025</b>	<b>31 March 2024</b>	
<b>Total continued from previous page</b>	5,027	1,455	
-License charges	107	197	
-Postage & Courier	3	1	
-Printing and stationery	360	15	
-Provision for Non NPA	201	39	
-Provision for NPA	121	-	
-Repairs and maintenance	84	-	
-Software charges	294	54	
-Tax expense	45	-	
-Website charges	51	17	
<b>Total</b>	<b>6,293</b>	<b>1,778</b>	

<b>19 Tax Expenses</b>		(` in '000)	
<b>Particulars</b>	<b>31 March 2025</b>	<b>31 March 2024</b>	
Current Tax	4,270	991	
Excess/Short Provision Written back/off			
-Deferred tax expense	(206)	19	
<b>Total</b>	<b>4,064</b>	<b>1,010</b>	

<b>20 Earning per share</b>		<b>31 March 2025</b>	<b>31 March 2024</b>
<b>Particulars</b>			
Profit for the year (` in '000)	10,917	2,897	
Less: Dividend on Preference Shares (` in '000)	-	-	
Profit attributable to equity shareholders (` in '000)	10,917	2,897	
Weighted average number of equity shares	4,24,712	2,62,825	
Earnings per share basic (Rs)	25.70	11.02	
Earnings per share diluted (Rs)	25.70	11.02	
Face value per equity share (Rs)	100	100	

## 21 Related Party Disclosures

### a) Key Managerial Personnel

Name	Relation
NITHA ROY (DIN: 09720868)	Director
JOJU MADATHUMPADY JOHNY (DIN; 2712125)	Director
RADHA JAYAKUMARI (DIN: 06799531)	Director
PONNAN NADAR POULOSE (DIN: 07037665)	Director
JACOB ABRAHAM ISAAC (DIN: 6895329)	Whole Time Director
VASTHI JOY ALICE (DIN: 06799551)	Director
SELVAN BALA KRISHNAN (DIN: 06799519)	Director

During the year, no loans, advances, or payments have been made (directly or indirectly) to the Directors or their relatives

## 22 Financial Ratios

Sl No	Ratio	Numerator	Denominator	Current Period	Previous Period	% Variance
1	Current Ratio	Current Asset	Current Liability	19.15	82.16	-76.69%
2	Debt to Equity Ratio	Total Debt	Shareholder's Equity	0.71	0.40	79.16%
3	Net Capital Turnover Ratio	Net Sales	Average Working Capital	0.21	0.08	148.10%
4	Net Profit Ratio	Net Profit	Net Sales	36.09%	48.73%	-25.94%

<b>5</b>	Return on Capital employed	Net Profit	Capital employed	7.28%	3.77%	92.91%
----------	----------------------------	------------	------------------	-------	-------	--------

**23 Additional Information to the Statement of Profit and Loss**

Particulars	As at	
	March 31, 2025	March 31, 2024
(a) Value of Imports calculated on C.I.F basis by the company during the Financial Year in respect of -		
I. Raw Materials	0.00	0.00
II. Components and Spare Parts;	0.00	0.00
III. Capital Goods	0.00	0.00
(b) Expenditure in Foreign currency during the financial year on account of Royalty, Know how, professional and consultation fees, interest and other matters	0.00	0.00
(c) Total value of all imported raw materials, spare parts and components consumed during the financial year and the total value of all indigenous raw materials, spare parts and components similarly consumed and the percentage of each to the total components	0.00	0.00
(d) The amount remitted during the year in foreign currencies on account of dividends with a specific mention of the total number of non-resident shareholders, the total number of shares held by them on which the dividends were due and the year to which the dividends related	0.00	0.00
(e) Earnings in foreign exchange classified under the following heads namely: -	0.00	0.00
I. Export of goods calculated on F.O.B basis	0.00	0.00
II. Know-how, professional and consultation fees;	0.00	0.00

---

III. Interest and Dividend;	0.00	0.00
IV. Other Income, indicating the nature thereof	0.00	0.00
<b>TOTAL</b>	<b>0.00</b>	<b>0.00</b>

---

For and on behalf of the board

Sd/-

Jacob Abraham Isaac  
Whole Time Director  
DIN: 06895329

Sd/-

Joju Madathumpady Johnny  
Director  
DIN: 02712125

Place : Ganapathy  
Date : 1 September 2025

As per our report of even date attached

**For R RAJAN ASSOCIATES**

**Chartered Accountants**

**Firm Registration No. 003422S**

Sd/-

**CA. HARIKRISHNAN V**

**Partner**

**Membership No. 229099**

Place : Thrissur  
Date : 1 September 2025

**UDIN: 25229099BMGYWK6942**

**Annexure 1 :**

Percentage of Gold Loan to Total Assets		
Particulars	31.03.2025	31.03.2024
Gold Loan	-	-
Total Assets	15,82,05,162.14	7,76,61,567.00
<b>% of Gold Loan to Total Assets</b>	-	-

**Annexure 2 :**

Leverage Ratio		
Particulars	31.03.2025	31.03.2024
Total Liabilities	15,82,05,162.14	7,76,61,567.00
Less :		
i) Share Capital	4,80,99,000.00	2,62,82,500.00
ii) Reserves and Surplus	3,96,21,542.73	2,87,04,684.00
iii) Provision	7,00,892.00	1,64,079.00
<b>Total Outside Liabilities (A)</b>	<b>6,97,83,727.41</b>	<b>2,25,10,304.00</b>
Share Capital	4,80,99,000.00	2,62,82,500.00
Reserves and Surplus	3,96,21,542.73	2,87,04,684.00
Less :		
i) Deferred Revenue Expenditure	5,980.00	-
ii) Deferred Tax Assets	-	-
iii) Other Intangible Assets	7,16,532.00	11,97,288.00
<b>Net Owned Funds (B)</b>	<b>8,69,98,030.73</b>	<b>5,37,89,896.00</b>
<b>Leverage Ratio (A) / (B)</b>	<b>0.80</b>	<b>0.42</b>

**Annexure 3 :**

Details of Auction held during the year 2024-25*					
Year	No of Loan Accounts	Principal Amount O/S at the Dates of Auction (A)	Interest & Other Charges O/S at the	Total (A+B)	Value Fetched*
2024-25	-	-	-	-	-
2023-24	-	-	-	-	-
*Excluding GST collected from the buyer.					
*No Sister Concerns participated in the auction held during the period					
*Additional Disclosure as required by Circular DNBS.C.C.PD.No.365/03/.10.01/2013-2014 dated September 16th, 2013 issued by Reserve Bank of India on auction of gold ornaments pledged by borrowers, during the Financial Year 2024-25.					

**Annexure 4 :**

Loans to Directors, Senior Officers and Relatives of Directors		
Particulars	2024-25	2023-24
<b>Directors and their relatives</b>		
i)	-	-
ii)	-	-
<b>Entities Associated with Directors and their Relatives</b>		
i) Senior Officers and their relatives	-	-
Additional disclosure as required Master Direction – Reserve Bank of India (Non-Banking Financial Company - Scale Based Regulation) Directions, 2023		

## Annexure 5 :

Provision for Standard and Non-performing Asset as per Prudential Norms					
Type of loan	Loan status	As on March 31, 2025		As on March 31, 2024	
		Amount	Provision	Amount	Provision
Gold Loan	Standard	-	-	-	-
	Substandard	-	-	-	-
	Doubtful	-	-	-	-
	Loss	-	-	-	-
<b>Total (A)</b>		-	-	-	-
Other loans	Standard	14,52,74,263.00	3,64,758.27	14,64,81,182.00	1,64,079.00
	Substandard	12,07,599.00	1,20,759.90	-	-
	Doubtful	-	-	-	-
	Loss	-	-	-	-
<b>Total (B)</b>		<b>14,64,81,862.00</b>	<b>4,85,518.17</b>	<b>14,64,81,182.00</b>	<b>1,64,079.00</b>
<b>Total (A+B)</b>		<b>14,64,81,862.00</b>	<b>4,85,518.17</b>	<b>14,64,81,182.00</b>	<b>1,64,079.00</b>

Loans	Standard Assets	Non - Performing Assets					Total
		Sub - Std	D1	D2	D3	Loss	
Gold loans	-	-	-	-	-	-	-
Other loans	14,52,74,263.00	12,07,599.00	-	-	-	-	14,64,81,862.00
<b>Total</b>	<b>14,52,74,263.00</b>	<b>12,07,599.00</b>	-	-	-	-	<b>14,64,81,862.00</b>
Loans	Standard Provision	Non - Performing Assets Provision					Total
		Sub - Std	D1	D2	D3	Loss	
Gold loans	-	-	-	-	-	-	-
Other loans	3,64,758.27	1,20,759.90	-	-	-	-	4,85,518.17
<b>Total</b>	<b>3,64,758.27</b>	<b>1,20,759.90</b>	-	-	-	-	<b>4,85,518.17</b>
Loans	Standard Assets net of Provision	Non - Performing Assets net of Provision					Total
		Sub - Std	D1	D2	D3	Loss	
Gold loans	-	-	-	-	-	-	-
Other loans	14,49,09,504.73	10,86,839.10	-	-	-	-	14,59,96,343.83
<b>Total</b>	<b>14,49,09,504.73</b>	<b>10,86,839.10</b>	-	-	-	-	<b>14,59,96,343.83</b>

For and on behalf of the board

Sd/-

Jacob Abraham Isaac

Whole Time Director

DIN: 06895329

Sd/-

Joju Madathumpady Johny

Director

DIN: 02712125

Place : Ganapathy

Date : 1 September 2025

As per our report of even date attached

For R RAJAN ASSOCIATES

Chartered Accountants

Firm Registration No. 0034225

Sd/-

CA. HARIKRISHNAN V

Partner

Membership No. 229099

Place : Thrissur

Date : 1 September 2025

UDIN: 25229099BMGYWK6942

## Annexure VIII

### Schedule to the Balance Sheet of an NBFC

(₹ in crore)			
Particulars			
Liabilities Side		Amount Outstanding	Amount Overdue
(1)	<b>Loans and advances availed by the NBFC inclusive of interest accrued thereon but not paid:</b>		
(a)	Debtures: Secured	-	-
	: Unsecured	-	-
	(other than falling within the meaning of public deposits*)	-	-
(b)	Deferred Credits	-	-
(c)	Term Loans	-	-
(d)	Inter-corporate loans and borrowing	-	-
(e)	Commercial Paper	-	-
(f)	Public Deposits*	-	-
(g)	Subordinate Debts	6.22	6.22
(h)	Other Loans	-	-
	<b>* Please see Note 1 below</b>		
(2)	<b>Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):</b>		
(a)	In the form of Unsecured debtures	-	-
(b)	In the form of partly secured debtures i.e. debtures where there is a shortfall in the value of security	-	-
(c)	Other public deposits	-	-
	<b>* Please see Note 1 below</b>		
Assets side		Amount outstanding	
(3)	<b>Break-up of Loans and Advances including bills receivables [other than those included in (4) below]:</b>		
(a)	Secured	-	-
(b)	Unsecured	14.65	14.65

<b>(4)</b>	<b>Break up of Leased Assets and stock on hire and other assets counting towards asset financing activities</b>				
	<b>(i)</b>	Lease assets including lease rentals under sundry debtors:			
		(a) Financial lease	-	-	
		(b) Operating lease	-	-	
	<b>(ii)</b>	Stock on hire including hire charges under sundry debtors:			
		(a) Assets on hire	-	-	
		(b) Repossessed Assets	-	-	
	<b>(iii)</b>	Other loans counting towards asset financing activities			
		(a) Loans where assets have been repossessed	-	-	
		(b) Loans other than (a) above	-	-	
<b>(5)</b>	<b>Break-up of Investments</b>				
	<b>Current Investments</b>				
	<b>1.</b>	<b>Quoted</b>			
		<b>(i)</b>	Shares		
			(a) Equity	-	-
			(b) Preference	-	-
		<b>(ii)</b>	Debentures and Bonds	-	-
		<b>(iii)</b>	Units of mutual funds	-	-
		<b>(iv)</b>	Government Securities	-	-
	<b>(v)</b>	Others (please specify)	-	-	
	<b>2.</b>	<b>Unquoted</b>			
		<b>(i)</b>	Shares		
			(a) Equity	-	-
			(b) Preference	-	-
		<b>(ii)</b>	Debentures and Bonds	-	-
		<b>(iii)</b>	Units of mutual funds	-	-
		<b>(iv)</b>	Government Securities	-	-
	<b>(v)</b>	Others (please specify)	-	-	
	<b>Long Term investments</b>				
	<b>1.</b>	<b>(i)</b>	Shares		
			(a) Equity	-	-
			(b) Preference	-	-
<b>(ii)</b>		Debentures and Bonds	-	-	
<b>(iii)</b>		Units of mutual funds	-	-	
<b>(iv)</b>		Government Securities	-	-	
<b>(v)</b>	Others (please specify)	-	-		

2.	<b>Unquoted</b>		
(i)	Shares		
	(a) Equity	-	-
	(b) Preference	-	-
(ii)	Debentures and Bonds	-	-
(iii)	Units of mutual funds	-	-
(iv)	Government Securities	-	-
(v)	Others (please specify)	-	-
(vi)			
(6)	<b>Borrower group-wise classification of assets financed as in (3) and (4) above: Please see Note 2 below</b>		
	<b>Category</b>	<b>Amount net of provisions</b>	
		<b>Secured</b>	<b>Unsecured</b>
			<b>Total</b>
1.	<b>Related Parties **</b>		
(a)	Subsidiaries	-	-
(b)	Companies in the same group	-	-
(c)	Other related parties	-	-
2.	Other than related parties	-	14.65
	<b>Total</b>		<b>14.65</b>
(7)	<b>Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted): Please see Note 3 below</b>		
	<b>Category</b>	<b>Market Value/ Break up or fair value or NAV</b>	<b>Book Value (Net of Provisions)</b>
1.	<b>Related Parties **</b>		
(a)	Subsidiaries	-	-
(b)	Companies in the same group	-	-
(c)	Other related parties	-	-
2.	Other than related parties	-	-
	<b>Total</b>	-	-
	<b>** As per Accounting Standards of ICAI (Please see Note 3)</b>		
(8)	<b>Other information</b>		
	<b>Particulars</b>	<b>Amount</b>	
(i)	<b>Gross Non-Performing Assets</b>		
(a)	Related parties	-	
(b)	Other than related parties	0.12	
(ii)	<b>Net Non-Performing Assets</b>		
(a)	Related parties	-	
(b)	Other than related parties	0.11	
(iii)	<b>Assets acquired in satisfaction of debt</b>	-	

<b>Notes:</b>	
<b>1.</b>	<b>As defined in paragraph 5.1.26 of the Directions.</b>
<b>2.</b>	<b>Provisioning norms shall be applicable as prescribed in these Directions.</b>
<b>3.</b>	<b>All notified Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/ fair value/ NAV in respect of unquoted investments shall be disclosed irrespective of whether they are classified as long term (amortised cost in the case of Ind AS) or current (fair value in the case of Ind AS) in (5) above.</b>

For and on behalf of the board

Sd/-

Jacob Abraham Isaac

Whole Time Director

DIN: 06895329

Sd/-

Joju Madathumpady Johny

Director

DIN: 02712125

Place : Ganapathy

Date : 1 September 2025

As per our report of even date attached

**For R RAJAN ASSOCIATES**

**Chartered Accountants**

**Firm Registration No. 003422S**

Sd/-

**CA. HARIKRISHNAN V**

**Partner**

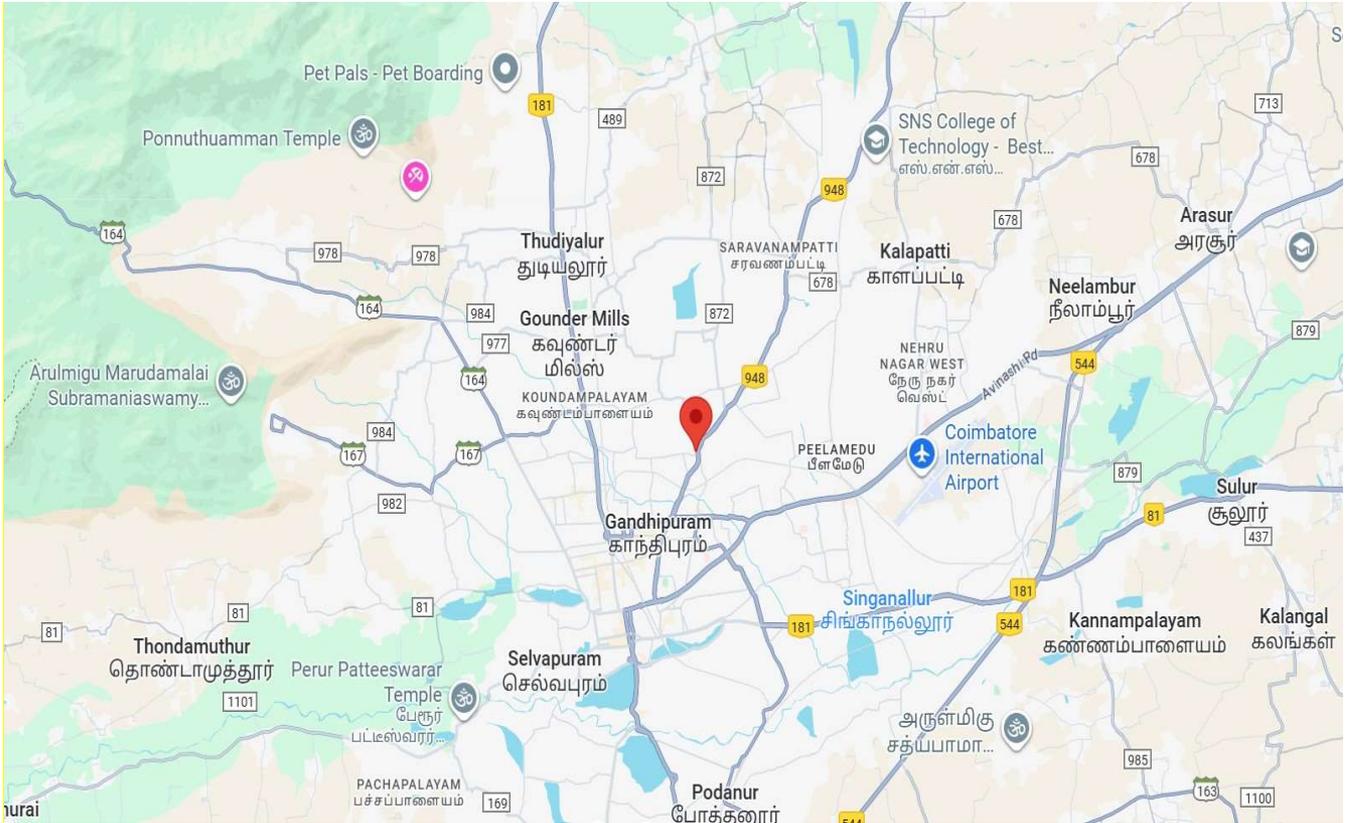
**Membership No. 229099**

Place : Thrissur

Date : 1 September 2025

**UDIN: 25229099BMGYWK6942**

**Route Map for reaching to the venue of 34<sup>th</sup> Annual General Meeting of Palma  
Development Finance Private Limited to be held on 30.09.2025 (Tuesday) at 2.00 p.m. at  
Shop No.5, 1st Floor, Adhi Vinayaga Complex, No.3, Bus stand, Gopalsamy Temple  
Street, Ganapaty, Coimbatore North, Tamil Nadu, India, 641006**



**ATTENDANCE SLIP**  
**(To be presented at the entrance of the AGM venue)**

Name & Address of the Shareholder  
-----  
-----  
-----

Folio No: -----

No. of Shares.....

I Certify that I am a member / proxy appointed by the member\* of the company and record my Presence at the 34<sup>th</sup> Annual General Meeting of the Company, held on Tuesday, 30<sup>th</sup> September, 2025 at 2 pm at Shop No.5, 1st Floor, Adhi Vinayaga Complex, No.3, Bus stand, Gopalsamy Temple Street, Ganapathy, Coimbatore North, Tamil Nadu, India, 641006

Name of the Shareholder / Proxy\*

Signature of the Shareholder/Proxy (in Block Letters)

-----

\* Strike Out whichever is not applicable.

Note:

- Please fill up this attendance slip and Handover at the entrance of the meeting hall.
- Members may bring their copy of notice of AGM for the meeting

**Form No. MGT-11  
Proxy form**

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

CIN:	U65999TZ1990PTC034890
Name of the company:	PALMA DEVELOPMENT FINANCE PRIVATE LIMITED
Registered office:	Shop No.5, 1st Floor, Adhi Vinayaga Complex, No.3, Bus stand, Gopalsamy Temple Street, Ganapaty, Coimbatore North, Tamil Nadu, India, 641006
Name of the member(s): Registered address: Email Id: Folio No./Client Id: DP ID:	

I/We, being the member (s)/holder of ..... shares of the above named company, hereby appoint-

1	Name:	
	Address:	
	E-mail Id:	
	Signature:	

Or failing him/her

2.	Name:	
	Address:	
	E-mail Id:	
	Signature:	

Or failing him/her

3.	Name:	
	Address:	
	E-mail Id:	
	Signature:	

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 34<sup>th</sup> Annual General Meeting of the company, to be held on 30.09.2025 (Tuesday) at 2.00 p.m. at Shop No.5, 1st Floor, Adhi

Vinayaga Complex, No.3, Bus stand, Gopalsamy Temple Street, Ganapaty, Coimbatore North, Tamil Nadu, India, 641006 and any adjournment thereof in respect of such resolutions as are indicated below:

Resol ution No.	Particulars	For	Against
<b>Ordinary Business</b>			
1.	To receive, consider, approve and adopt the Audited financial statements including consolidated financial statements of the Company for the financial year ended <b>March 31, 2025</b> and the reports of the Board of Directors and Auditors thereon		
2.	To appoint Statutory Auditor of the Company		
<b>Special Business</b>			
3.	Regularization of Additional Director, Mr. Renjith Ramachandran (DIN: 10953386) as Director of the Company.		
4.	Regularization of Additional Director, Mr. Sabin Johnson (DIN: 08770789) as Director of the Company		

Signed this..... day of September 2025

Signature of shareholder

Signature of Proxy holder(s)

**Note:**

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, **not less than 48 hours** before the commencement of the Meeting.
2. A Proxy form which does not state the name of the Proxy shall not be considered valid. Undated Proxy shall not be considered valid. Proxies which are incomplete will not be valid.
3. A Proxy shall not have right to speak and shall not vote on a show of hands.
4. Vote should be cast either in "For" (if favour the resolution), or in "against" (if you are against the resolution) by putting a tick mark (✓) in appropriate columns.

For Office Use only	
Date of receipt:	

Affix Revenue Stamp
---------------------------

**Form No. SH-13  
NOMINATION FORM**

**(Form for nominating persons in whom rights relating to securities/shares shall vest in the event of death of shareholder(s))**

**[Pursuant to section 72 of the Companies Act, 2013 and rule 19(1) of the Companies (Share Capital and Debentures) Rules 2014]**

To  
PALMA DEVELOPMENT FINANCE PRIVATE LIMITED  
Shop No.5, 1st Floor, Adhi Vinayaga Complex,  
No.3, Bus stand, Gopalsamy Temple Street,  
Ganapaty, Coimbatore North, Tamil Nadu, India, 641006

I/We ..... the holder(s) of the securities particulars of which are given hereunder wish to make nomination and do hereby nominate the following persons in whom shall vest, all the rights in respect of such securities in the event of my/our death.

**(1) PARTICULARS OF THE SECURITIES (in respect of which nomination is being made)**

Nature of securities	Folio No.	No. of securities	Certificate No.	Distinctive No.	
				From	To

**(2) PARTICULARS OF NOMINEE/S —**

Name		Date of Birth	
Father's/Mother's/ Spouse's name		Occupation	
Address		Nationality	
PIN Code			
Relationship with the security holder		Phone No.	
E-mail id		Mobile No.	
Signature of Nominee		IT PAN /Others	

## (3) IN CASE NOMINEE IS A MINOR—

Name		Date of Birth	
Name of guardian:		Date of attaining majority	
Address of guardian		Relationship with Minor	

Name of Security Holder(s)	Signature
1.	
2.	
3.	

Witness	Signature
Name:	
Address:	

Place:

Date:

**Please fill this Nomination form in Duplicate after carefully reading the instructions given below:**

1. A nomination is a written mandate given by a shareholder to a company describing a particular person, to whom the shares held in the company shall vest in the event of death of the shareholder/ all joint holders. The Nomination can be made by individuals only holding shares singly or jointly. Non-individuals including Society, Trust, Body Corporate, Partnership firm, Karta of Hindu Undivided Family and Power of Attorney holder cannot nominate.
2. Shareholders holding shares in dematerialized mode, nomination is required to be filled with the Depository Participants (DPs) in their prescribed form.
3. The nominee shall not be a Trust, Society, Body Corporate, Partnership firm, Karta of Hindu Undivided Family and power of attorney holder.
4. The shareholder [s] can nominate a minor as a nominee and in that event the name and address of the guardian shall be provided.
5. As per section 72 of Companies Act 2013, if the shares are held by more than one person jointly, then the joint holders may together nominate a person to whom all the rights in the shares of the Company shall vest, in the event of death of all the joint holders.
6. If the shares are held jointly, subsequent to the death of anyone of the holders, the shares would not be registered in favour of the nominee but would be transferred in the name of the surviving shareholders (joint holder).

7. The nomination form filled in “duplicate” should be lodged with the Company. One copy of the nomination form will be returned to the shareholder after registering the nomination. The registration number allotted will be furnished in the said form.
8. The shareholder[s] can Cancellation or change an earlier nomination by executing Form No. SH-14 (Cancellation or Variation of Nomination form).
9. Nomination stands cancelled whenever the shares in the given folio are transferred /dematerialized. Also in case of change in folio due to consolidation/ transmission a new nomination has to be filed.
10. Kindly note that the nomination being a legal document should be dated by the nominator and the witness should certify that the nominator has signed the form in their presence. Furthermore the date of execution on the Nomination Form should match with the date of witness, witnessing the document.
11. A copy of photo identity proof (like PAN/Passport) of nominee is required.

**FOR OFFICE USE ONLY**

Nomination Registration No.	Date of Registration	Signature of Employee with Code No.



# Palma Development Finance Private Limited

(CIN: U65999TZ1990PTC034890)

NBFC-MFI Registered with RBI

---

## Registered Office

Shop No.5, 1st Floor, Adhi Vinayaga Complex, No.3, Bus Stand,  
Gopalsamy Temple Street, Ganapathy, Coimbatore,  
Tamil Nadu, India, Pincode : 641006

TAMIL NADU | KERALA | KARNATAKA