

Servitium Micro Finance Private Limited



Annual Report 2024-25

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About Us

SERVITIUM MICRO FINANCE PRIVATE LIMITED (CIN - U51909WB1995PTC069463) is an NBFC-MFI registered with Register of Companies (ROC), Ministry of Corporate Affairs, and Government of India having its Registered & Corporate Office at 24/1, Old Calcutta Road, Chowdhury Para, Rahara, Kolkata - 700118. The date of incorporation is March 16, 1995. The Company is also registered with Reserve Bank of India having Registration No -B.05.03990 dated 06.05.2022. It is a Non Deposit Taking Non-Banking Financial Institution under section 45 IA of the Reserve Bank of India Act, 1934. The Authorized Capital of the company is Rs. 15.30 Crore and the NOF is Rs. 10.03 Crores.

The company's primary goal is to give financial services to the oppressed class of women and other forms of technical help for the growth of their businesses, so empowering them economically and elevating them to a highly respectable position in the society. The firm's current operations are limited to micro lending through SHG group models in 8 branches in Bihar and 24 branches in West Bengal. This allows the company to achieve 75.0 % qualifying asset, which is necessary to get an NBFC - MFI Licence from the Reserve Bank of India.

Servitium aims to reduce poverty by promoting economic empowerment, social empowerment of the underprivileged segments of society, particularly for women empowerment. Servitium has a technology-driven delivery methodology that guarantees minimal operating costs and cutting-edge goods that best meet the needs of its customers.

Since inception, Servitium has focused on increasing outreach in the poor geographical & market segments. Servitium operations have spread across the diverse geographical area, ranging from the widely spread rural areas to densely populated semi urban areas. Servitium works for alleviation of poverty through economic intervention and social empowerment of the unprivileged class of the society, with the special focus on women and promotes work empowerment. Servitium is equipped with a technology driven delivery model ensuring low cost operations and innovative products which best suit the requirement of its client.

Being into the microfinance industry, Servitium operates on the Self-help group (SHG) model to provide unsecured loans to its members. This model ensures credit discipline through weekly, fortnightly & monthly meetings, mutual support within the group to make sure the individual members are diligent in utilizing the loans and are prompt in repaying too.

Corporate Information

Corporate Identification Number (CIN):

U51909WB1995PTC069463

Registered Office Address:

24/1, Old Calcutta Road, Chowdhury Para, Rahara, Kolkata-700118

Board of Directors:

1. **Mr. Subrata Ghosh:** (Managing Director)
2. **Mrs. Rita Ghosh:** (Director)
3. **Mr. Chanchal Majumder** (Independent Director)
4. **Mr. Partha Sengupta** (Independent Director)

Statutory Auditor:

K. N. Jain & Company

Chartered Accountants

2/7, Sarat Bose Road, "Vasundhara Apartment" 2nd Floor, Kolkata - 700 020.

Email: info@knjainco.com





Managing Director's Address

Managing Director's Address



I am delighted to connect with you again through the Servitium Annual Report for the Financial Year 2024-25 and sincerely hope that you and your loved ones are doing well. I will discuss the key developments of last year and how we look forward to the new financial year with a comprehensive update to all of you. The model of providing micro credit to the impoverished has helped numerous people move out the clutches of

the loan sharks and has brought back the hapless their self-esteem. The primary lesson that Servitium Micro Finance Private Limited, (SMPL) has taught me is that the task of a Micro finance Institution begins with re-orientation of its perception. Financial inclusion should be its priority.

Practicing this doctrine over the years SMPL has emerged as significant and sustainable provider of a dependable banking system to the impoverished across the state of West Bengal & Bihar continuously bridging the gap between the formal banking sector and the un-banked poor. The challenging economy and adverse ground-level conditions during the financial year 2024-25, the Company with the strong support of management team and dedicated workforce has achieved a considerable operational and financial performance. During the year, the Company disbursed an amount of Rs. 94.44 Cr. (Own) loan through 23498 (Own) loan accounts. The Company's AUM stood firmly at Rs. 103.47 Cr.(Own+BC), a 41.22% increase from the end of March 2024, however, through the year, the Company has reached out to 42280 total (own+bc) clients spread across 2 States and 32 Branches. Our Total Revenue, PBT and PAT are at Rs. 20.37 Cr., Rs. 3.61 cr and Rs. 2.44 cr. respectively. Our staff member has always been a pillar of strength throughout the years. The entire team did an outstanding job in this tough time. Customer is always our first priority and we remain a committed and socially responsible MFI. We express our gratitude to our clients for continuously selecting us for their financial needs.

Managing Director's Address

Although, Servitium took a conservative approach to business last year with a focus on collections, we ensured that our regular borrowers were provided with the credit they needed and deserved. Our field teams deserve recognition for handling the difficult conditions of the financial stress, elections & local restrictions amongst others, in which they had to meet customers and manage customer relationships. Our unique 3 pillar quality approach with branch Operations & Quality, Internal Audit and Risk Management based on the foundation of a strong Credit Underwriting vertical, have kept us in good and steady as we navigated through the financial stress, while preparing for normalcy.

With new initiatives and fine-tuned processes, our quality functions will always be the steel frame when we scale up and grow. At the end, let me express my sincere gratitude to all the members to staff, especially those working in the fields for their unstinted devotion to duty without which it would not have been possible to withstand the severity of this Financial crisis. In this backdrop, I appeal to all the Members of Staff of Servitium Micro Finance, including our Board of Directors, Shareholders, Well-Wisher, Advisors, Business Partners & Funding agencies to join hand in hand, Shoulder to shoulder, forgetting about personal interests and work unitedly to move ahead in the days to come with the belief that "We shall overcome someday, Oh, deep in my heart, I do believe".

MANAGING DIRECTOR

SERVITIUM MICRO FINANCE PRIVATE LIMITED

Mission & Vision

Mission

OUR MISSION IS TO CREATE OPPORTUNITIES FOR THE DISTRESSED, DISADVANTAGE AND DEPRIVED SEGMENTS OF THE SOCIETY WITH A PRIME FOCUS ON POOR WOMEN SO THAT THEY CAN ATTAIN SOCIO-ECONOMIC EMPOWERMENT AND SUBSTANTIAL SOCIAL AND ECONOMIC DEVELOPMENT.

Vision

WITH A VISION OF A JUST, ENLIGHTEN, HEALTHY AND DEMOCRATIC INDIA FREE FROM THE EVILS OF GENDER DISCRIMINATION, ILLITERACY, SECURED HUNGER, POVERTY AND EXPLOITATION WHERE MEN AND WOMEN MOVE FORWARD TO ACHIEVE HIGHEST LEVELS OF HUMANITY AND SOLIDARITY.

Core Values

◆ Cost Effective

Administration costs and credit costs are the next pillar in ascertaining earnings quality. An NBFC's cost efficiency and strong risk management practices generally translate into lower operating expenses and credit costs. Servitium reduced credit and administration costs to confidently navigate through economic and interest cycles without impairing the earnings quality.

◆ Responsibility

Servitium's responsibility is to be reliable, but also creative, have self-confidence and be ready to take challenges. That each employee takes their responsibility means showing personal leadership.

◆ Efficiency

It is important for our fiscal responsibility, but it must be placed within the framework of serving our customers in a way that keeps them satisfied long term. We embrace continuous improvement to establish a performance driven culture that identifies and eliminates waste to deliver value to our customers through improved products and services.

◆ Affection

We listen to and respect our customers and each other so we can act with insight, understanding and compassion.

◆ Transparency

Thinking & working together across functional groups, hierarchies, businesses and geographies can succeed only with a high degree of Transparency. No amount of leveraging diverse competencies no promotes organisational unity and a vibrant culture can succeed unless our action and finances are transparent.

◆ Value

Servitium recognizes its shareholders to be an important stakeholder whose interests it strives to protect, and to whom it seeks to deliver value by focusing on sustainability, profitability and growth of the business.

◆ Integration

We are committed to being open, honest, and forthright in all we do. The resulting trust ensures a level of efficiency, effectiveness, productivity, and service critical to achieving our mission. We acknowledge that we must carry out our duties with authentication, fairness, straightforward and transparency in order to honour all who are entrusting us to serve them every day.

◆ Excellence

We will perform our duties with distinction and to the best of our ability. We will strive to improve our abilities to be innovative and set a standard for others.



Board of Director's



Board of Directors



Mr. Subrata Ghosh

Managing Director

Mr. Subrata Ghosh an M. Com (MBA – Finance) from Calcutta University. He brings with him an enriched experience of Micro Finance Industry for over 20 years. He has a clear vision about the organization in the dynamic Micro Finance Industry and has detailed knowledge in finance, fund raising, ground level operations and other allied activities. His leadership qualities and communication skills has taken him to the position of Director of the company and also a member of the Audit committee of the Company. He has enriched his knowledge by attending different programs and seminars on this field organized by different leading institutions. Being the Director of the Company he looks after the Finance, Administration and Audit of the Company.



Mrs. Rita Ghosh

Director

She is associated with a registered society as Coordinator for last 09 years. The organization is engaged in poverty eradication through financial inclusion and also helping in livelihood promotion activities. The principal areas of activities are in West Bengal. The target populations are hailed from the financially weaker sections of the society.

Acting as Director of Servitium Micro Finance Private Limited since last 3 years.

Board of Directors



Mr. Chanchal Majumder

Independent Director

Retired as Senior most General Manager of UCO Bank (Public sector Bank) and Head of the Credit Monitoring Department along with Head of Stressed Assets Management Vertical having more than 5 and half years' experience as GM handling all sorts of borrowal accounts under stressed. Experience as a Zonal Manager (as DGM) of Mumbai, the largest zone of UCO bank in India. Experienced leading as a Branch Head (as AGM/ DGM) Mid Corporate/Flagship Corporate branch, D N Road Mumbai followed by Flagship Corporate Branch, Nariman Point, Mumbai for almost 4 and half years managing both mid and large corporate borrowal accounts of almost of leading corporate entities in India. Acting as director of Servitium Micro Finance Pvt. Ltd. for the last 04 years, the captioned small ticket lending for last 2 year. He is highly proficient in critical functional disciplines like risk analysis, contingency - management, corpus - building strategies etc.



Mr. Partha Sengupta

Independent Director

Joined in UCO Bank as Agricultural Field Officer (Scale I) as on 02/07/1984. Retired on 31/01/2019 as General Manager (Scale VII). In 34 years and 6 months of working as a banker, he has worked in different capacities like Assistant Manager, Branch Head, Officer in Lead Bank Office, Executive Assistant in Executive Director's Office, SME Hub In-charge, Zonal Manager in 4 zones (Agartala, Bhubaneswar, Salt Lake and Kolkata Zone). As Field Officer he got the opportunity to work in rural areas, handled Rural Credit, particularly Crop financing and other Govt. Programmes for upliftment of rural masses. He has worked in credit department in Zonal Office wherein got the opportunity to handle big advances. His career progressed with the passage of time with satisfactory discharge of his duties in different capacities and Bank has promoted him from time to time and finally as General Manager (Recovery) he retired from Head Office.



Management Team



Management Team



Mr. Subrata Ghosh

Managing Director

He is handling the crucial task of human resource planning and capacity building. He is facilitating the workers to construe the fundamental intuitional policy and in encrypting the standardized operational intricacies. To be precise he has adopted the role of a pivotal fulcrum around which the entire operational activities are continually revolving in a methodical, systematic and disciplined pattern.



Mr. Biswajit Sarkar

Operational Manager

12 years in Proshika as B.M. & D.M. also 07 years in SEBA as Divisional Manager. He is looking after the Branches, monitoring daily function of branches to protect the fraud and misappropriation of Kinds. He has attended the training program of RMK.



Mr. Debendra Modak

Zonal Manager

17 Years' experience in Micro Finance Sector (Sahara Uttarayan & Uttarayan Financial Services Pvt. Ltd.) 4 years' experience in Business Correspondence with Yes Bank & IDBI Bank Limited. Now he is looking after zonal operation.



Mr. Pijush Saha

HR Head

He is responsible for the smooth and profitable operation of the department, supervision and providing consultation to management on strategic staffing plans, compensation, benefits, training and development and other related activities of the organization.

Management Team



Mr. Jayanta Samanta

MIS Head

A Bachelor degree holder in Commerce, has been attached with SEBA since 2007. He is knowledgeable for MIS & Accounts and preparing various accounts reports like ratio analysis, fund Management, Balance Sheet etc. Now he is looking after entair MIS Department. Also he has attended in various training and conference conducted by Sa-dhan, AMFI, FI's etc.



Mr. Sandipta Sinha Roy

Finance Head

12 years' experience in Process Control Instrumentation sector engaged in Office Management, Forex, Central Excise, And Sales tax etc. 03 years in SEBA at HR Department handled with staff recruitment, PF, ESIC etc. Now he is looking after entair Finance Department. He has attended in various training and conference conducted by Sa-dhan, AMFI, Banks/FI's etc.



Mr. Chinmoy Kumar Mondal

Accounts Head

Mr. Mondal is a qualified Financial & Management Accountant and is the head of accounts department. He has over 21 years of experience in accounts, audit, system and operations. He is responsible for finalization of Accounts and managing different accounting aspects across the organization. He also helps management in strategic planning and execution.



Mr. Trelash Roy

Loan Hub Head

A Graduate in Arts having experience of work in banks like UCO, Allahabad Bank. He is handling the Loan HUB (Loan processing department). He is managing the department very smoothly and consistently.



Servitium Cultural Fabric

Empowering People

Our Cultural Fabric

People & Culture

Our commitment to empowering our team is at the heart of our culture. By promoting collaboration, respect, and personal growth, we strive to create an environment where everyone can succeed. Our goal is to continue supporting and uplifting each other, so as to achieve success together.



During last year, we excelled in talent acquisition but faced challenges with retention. Recognizing the need for improved strategies, we will focus on enhancing our retention practices to build a more stable and committed workforce in the coming years.

In the upcoming year, we aim to revamp recruitment processes, implement comprehensive wellness programs, and advance diversity and inclusion efforts. We will also improve performance management systems and expand employee development opportunities to foster growth and career progression.

Head, Human Resource



Our Cultural Fabric



New HO Opening @ Khardah



Sa-Dhan Meet @ Kolkata



Ganesh Chaturthi Celebration @ Servitium Head Office



Women's Day Celebration @ Servitium Office

Our Cultural Fabric



Health Camp @ Servitium Head Office

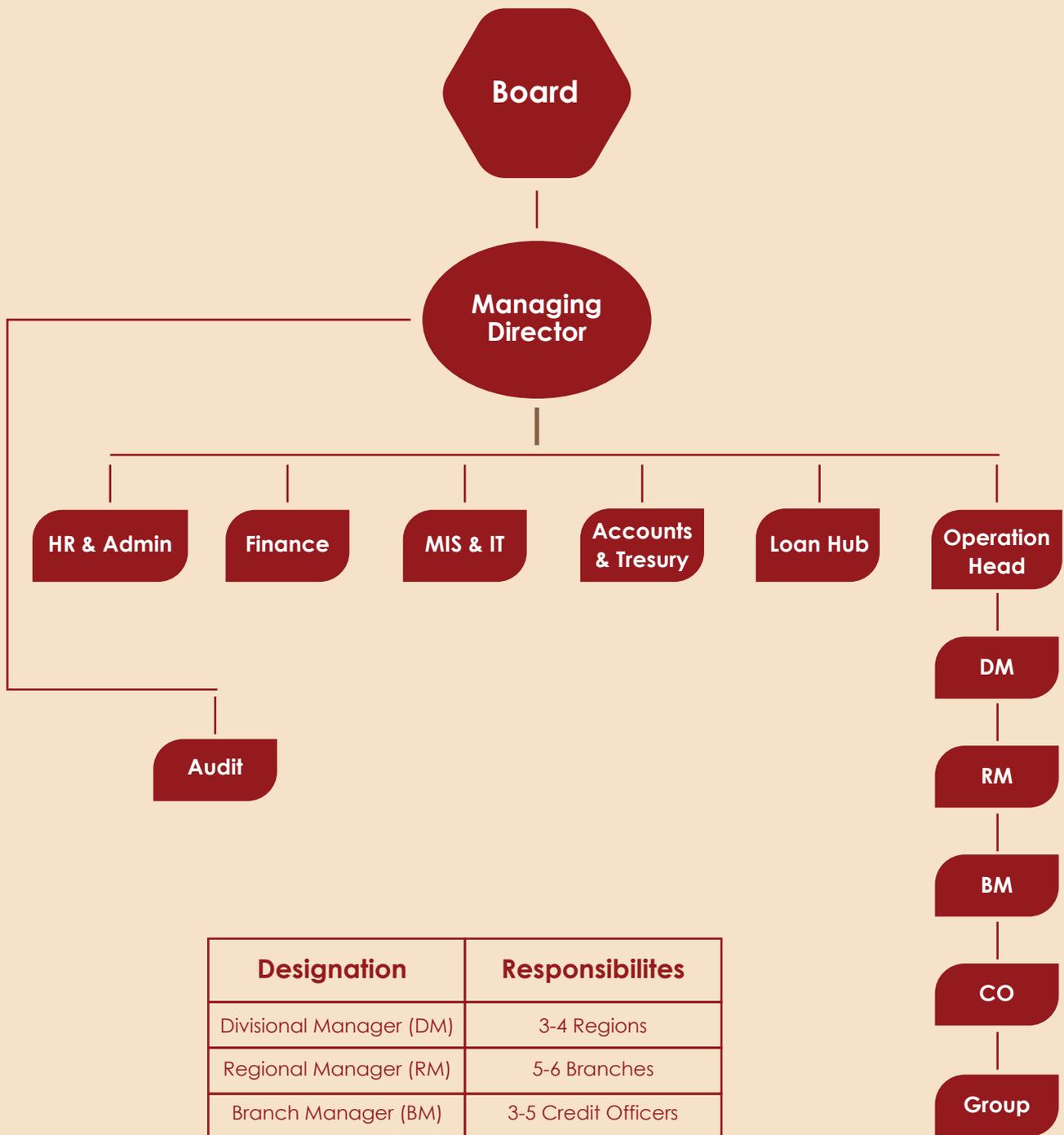


RBI DEA Programs organized with Sa-Dhan



Annual Day Celebration @ Kolkata

Organogram



Designation	Responsibilities
Divisional Manager (DM)	3-4 Regions
Regional Manager (RM)	5-6 Branches
Branch Manager (BM)	3-5 Credit Officers

KEY Highlights



Total Branches
32



Customer Strength
(Own+BC) - 42280
Own - 24286
BC - 17994



Districts
10



Disbursement 2024-25
(Own+BC) - 163.45 Cr.
Own - 94.44 Cr.
BC - 69.01 Cr.



AUM: 103.47 Cr.
Own: 60.73 Cr.
BC: 42.74 Cr.



Net worth
19.90 Cr.



Capital Adequacy
Ratio (CRAR)
34.03%



Net Profit
2.44 Cr.



Gross NPA
1.56%



Debt Equity
Ratio
3.01

Financial Inclusion

Customer centricity remains a cornerstone of Servitium's strategic approach. Servitium has diversified its loan offerings to meet the varied needs of our customers, particularly those in vulnerable sections of society. We strive to design products and services that positively impact the lives and livelihoods of our customers.

Our focus is on launching competitive products aligned with market needs and refining them based on feedback. We're expanding our consumer product range alongside loans and moving IL branches to virtual credit for loans under ₹1 lakh by year-end.

UNITY Bank (BC Partnership)

Empowering women with JLG Loans upto 60K at Competitive Rates

SKOCH AWARD

Servitium received SKOCH AWARD "SILVER" for **Financial Inclusion & Loan Provider** in 2024-25

SIDBI Partnership

SIDBI grants term loan & OCPS equity last year for enhancing our potential.

SBI Partnership

SBI grants 13 Cr. term loan last year for Income generating Loan.

Financial Inclusion Initiatives

Perfios Software

Tied up with Perfios Software Solutions Pvt. Ltd. for KYC & Bank verification for new loan application.

Our loan products are tailored to ensure financial inclusion and sustainability for both Servitium and our borrowers. Our current loan offerings, ranging from ₹30,000 to ₹60,000, as unsecured loans with tenures spanning 12-24 months. We are having Agriculture & Agri-allied loans & MSME loans as income generating loan & Sanitation loan as Non-income generating loan with SHG model.

Collection with Dynamic QR Code

Tied up with State Bank of India(SBI) for collection with Dynamic QR Code for each of the borrowers.

Technology Advancements

Geo tagging with FINNCUB inbuild software

Implementing geo-tagging at key stages to facilitate efficient customer outreach and collection efforts.



Servitium Achievement



Achivement

● Servitium has consistently demonstrated stable growth & achived 100 Cr. landmark in 2024-25

Particularly among low-income households in rural and semi-urban areas with a diverse product mix and a strong focus on responsible lending, Servitium has achieved significant milestones in the past year.

Servitium Micro Finance Private Limited has diversified its product offerings to cater to the varied financial needs of its customers. The total assets under management (AUM) stands at ₹ 103.47 Cr. as on Mar-2025 which reflecting our comprehensive approach to addressing the financial requirements of rural and semi-urban households.



● BBB - (Triple B- Stable) from Acuite Rating & Research Limited

BBB - |Stable| has assigned by Acuite Rating & Research Limited to Servitium Micro Finance Private Limited (SMFPL), which reflecting our stable financial position and prudent risk management practices.



● M1 Grading & C2 COCA by Infomerics

SMFPL has received an overall grade of “C2” for excellent performance on Code of Conduct dimensions (COCA) and an “M1” grade in MFI Grading, the highest in an 8-grade scale, indicating strong operational and financial management.



● Equity Investment by SIDBI

SMFPL got equity investment as OCPS (Optional Convertible Preference Share) of Rs. 2 Cr. by Small Industries Development Bank of India (SIDBI) in this FY 2024-25.



Achivement

- **Highest Exposure Sanctioned by SBI & Union Bank**

SMFPL got highest term loan exposure sanctioned 13 Cr. from SBI & 10 Cr. from Union Bank in this financial year 2024-25, which shows transparency & prudent risk management practices.



- **SKOCH AWARD**

Servitum Micro Finance Private Limited received SKOCH AWARD "SILVER" for Financial Inclusion & Loan Provider & JOB Generative Growth in 2024-25.



Mr. Subrata Ghosh at SKOCH Summit



SKOCH Summit



SKOCH Summit



SKOCH Award

BC Operation

BC Collaboration with UNITY Bank

Servitium Micro Finance Private Limited collaborate with UNITY Bank as BC Partner in Uttar Dinajpur region, servicing over 17000 clients across 7 branches with an outstanding portfolio over 42 Crores.



Total Branches : **07**



BC Portfolio : **42.74 Cr.**



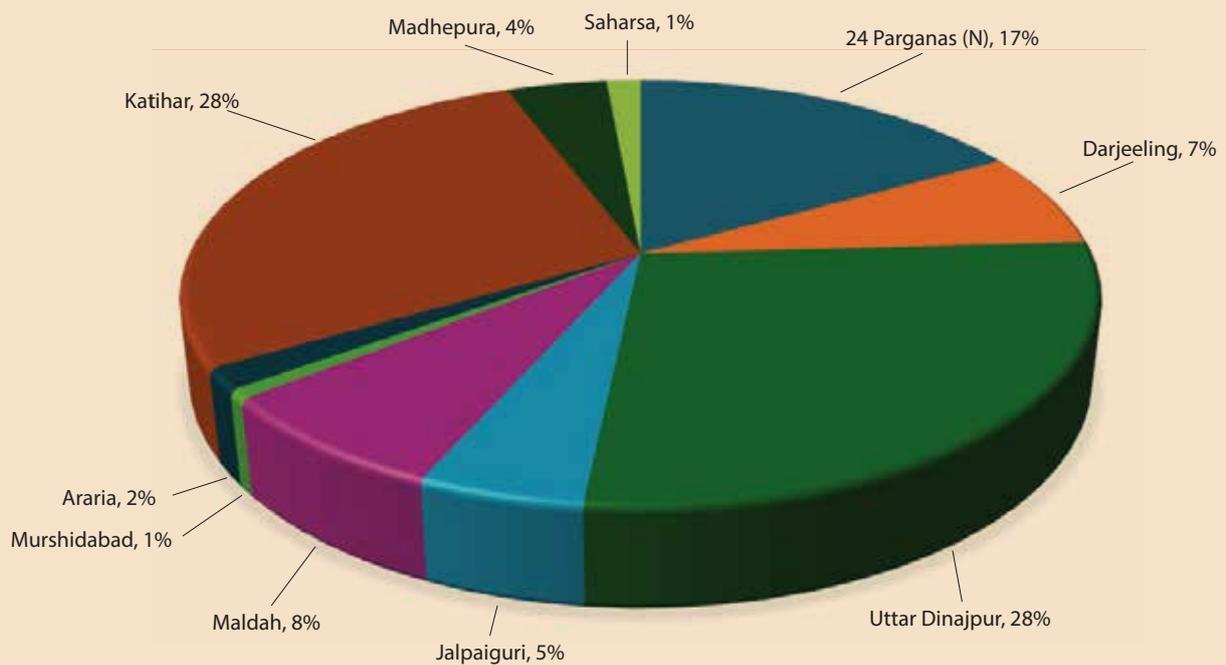
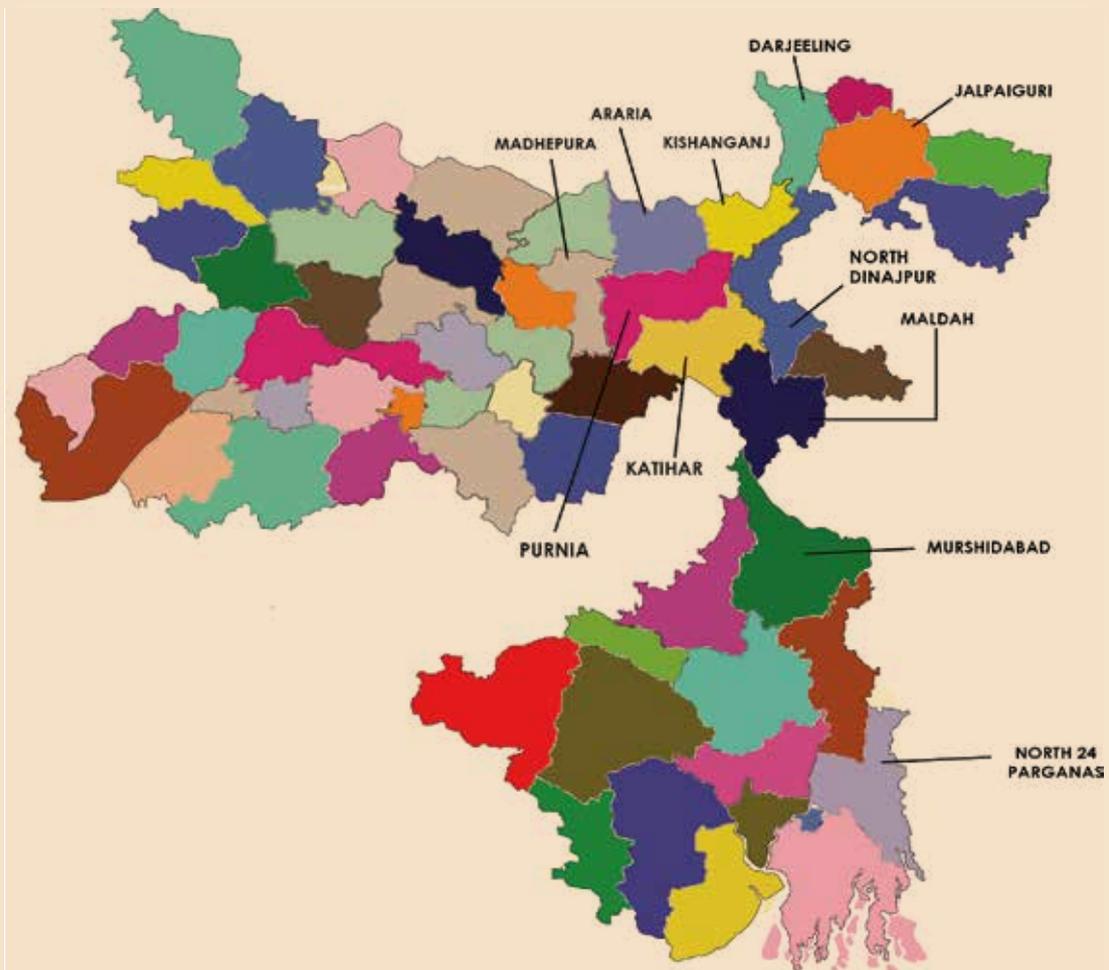
BC Customer Strength : **17994**



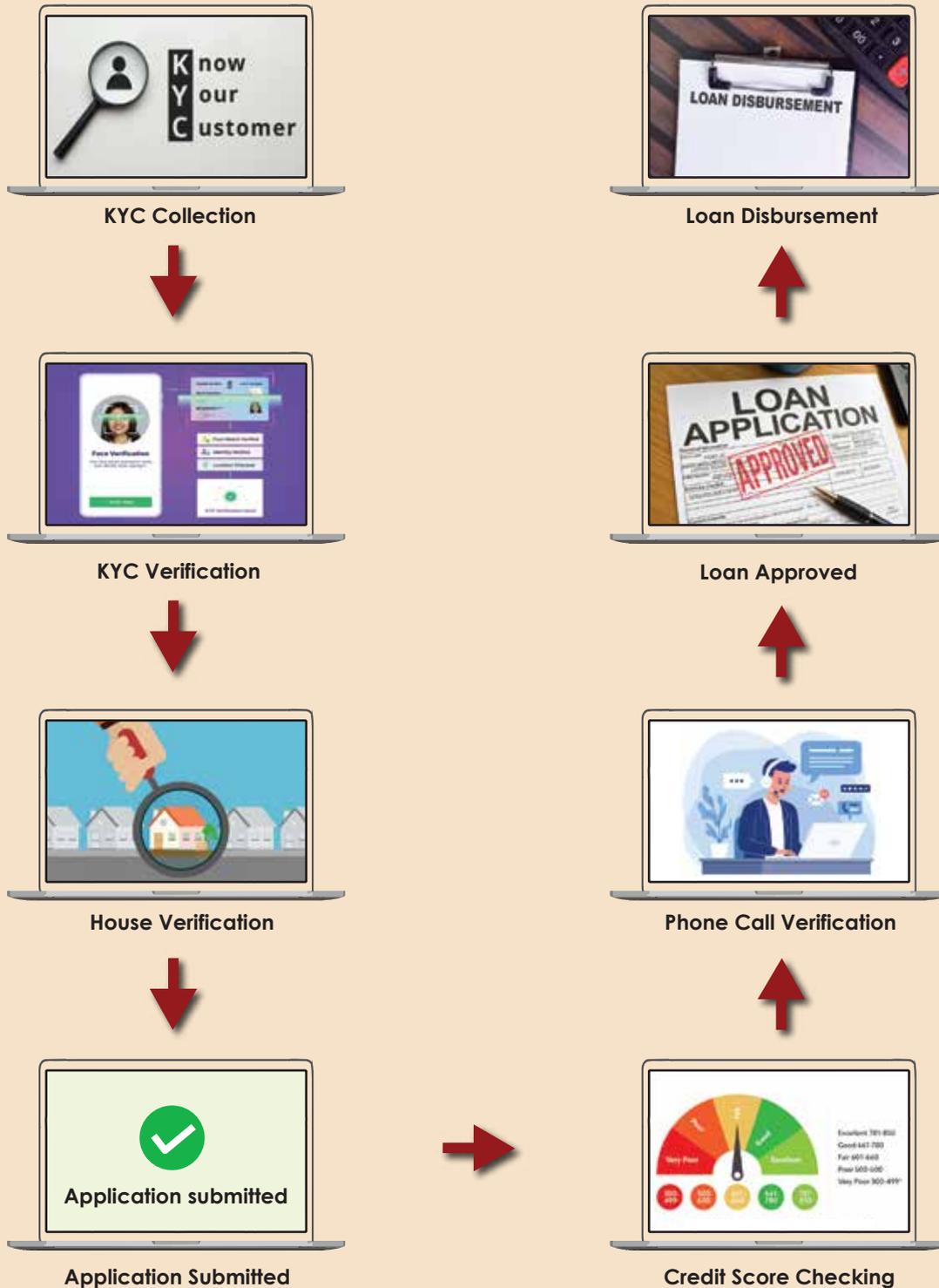
Disbursement in 2024-25 : **69.01 Cr.**



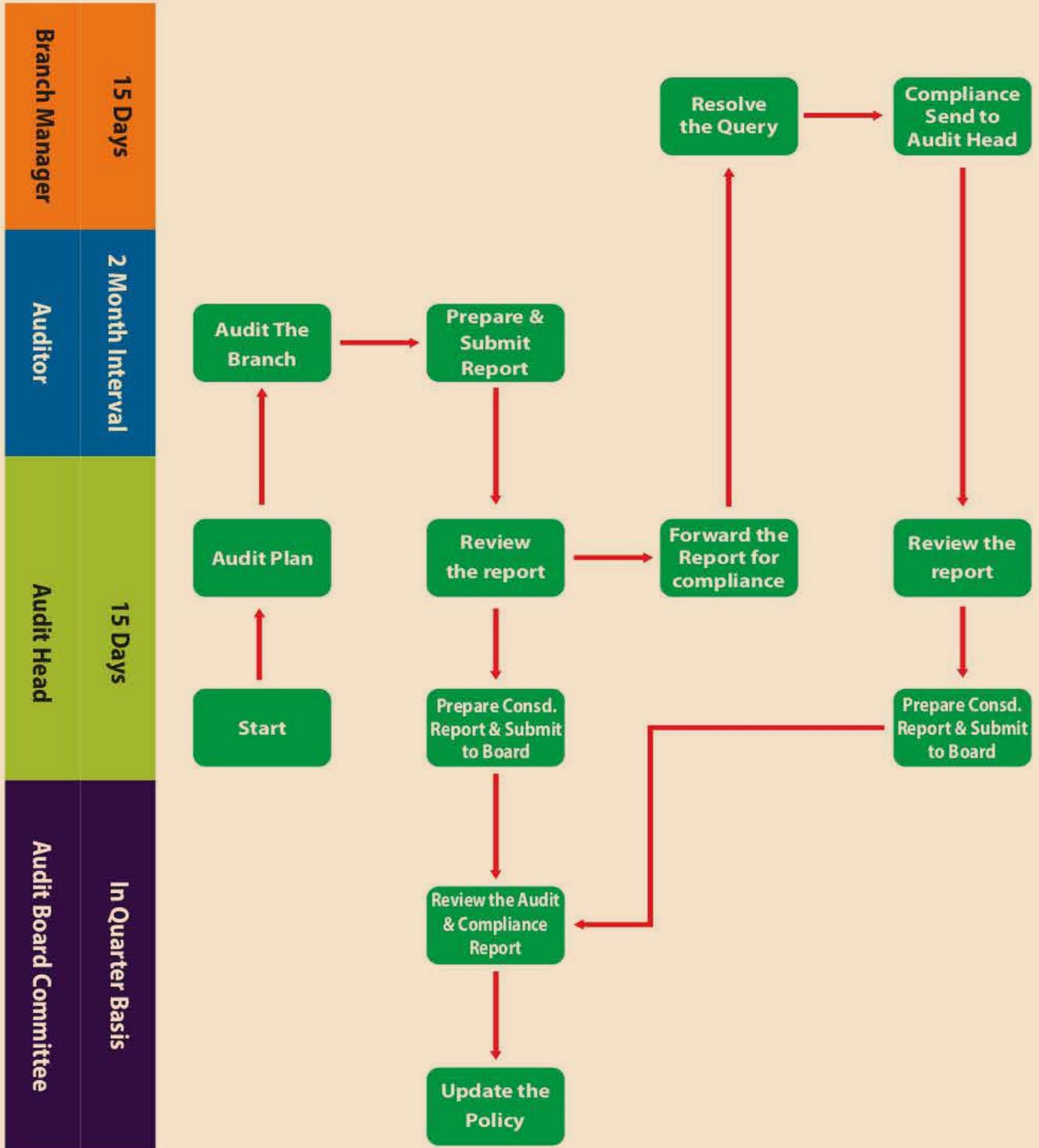
Our Operational Area



Loan Processing System



Audit & Risk Management



Our Lenders



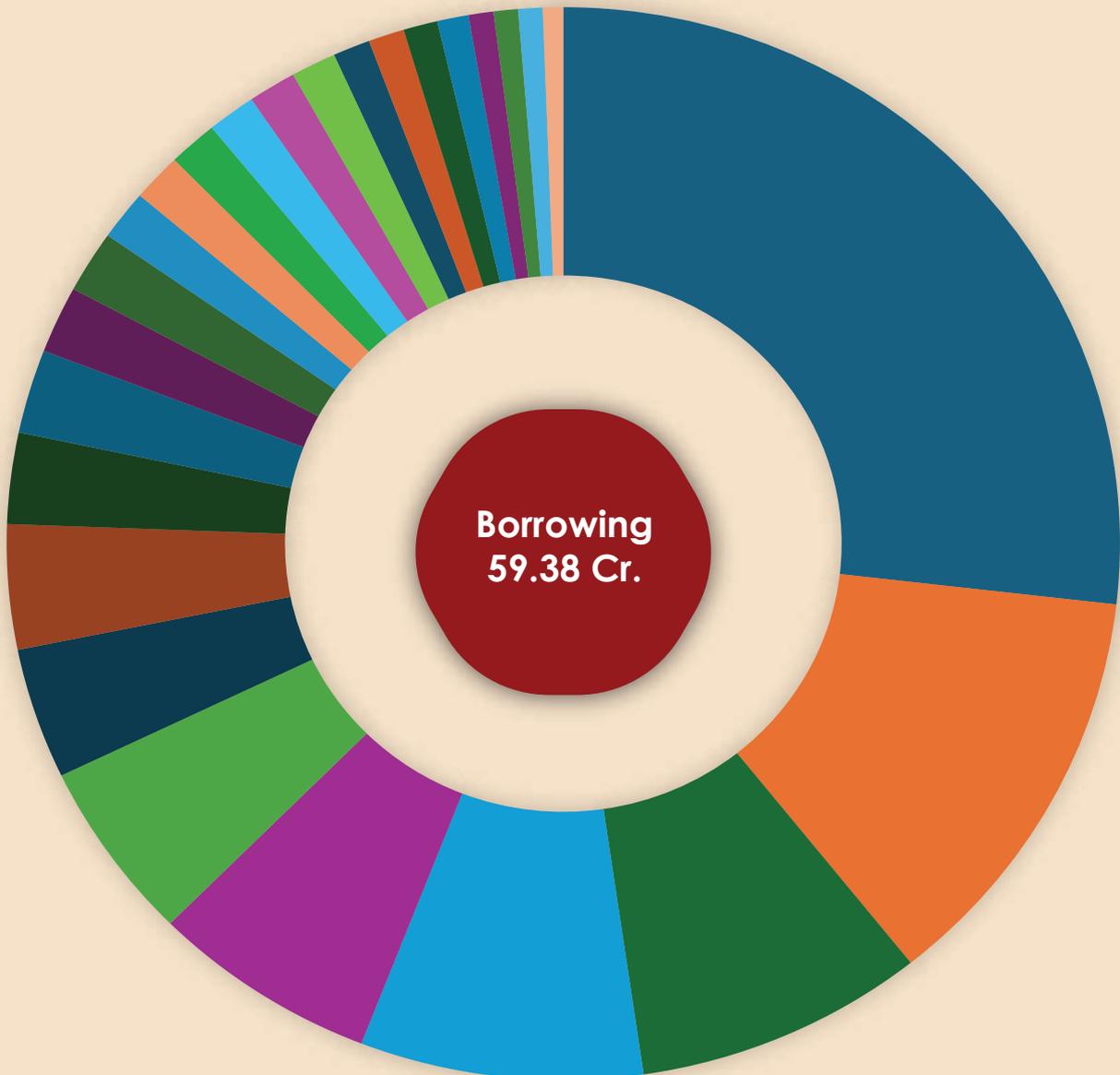
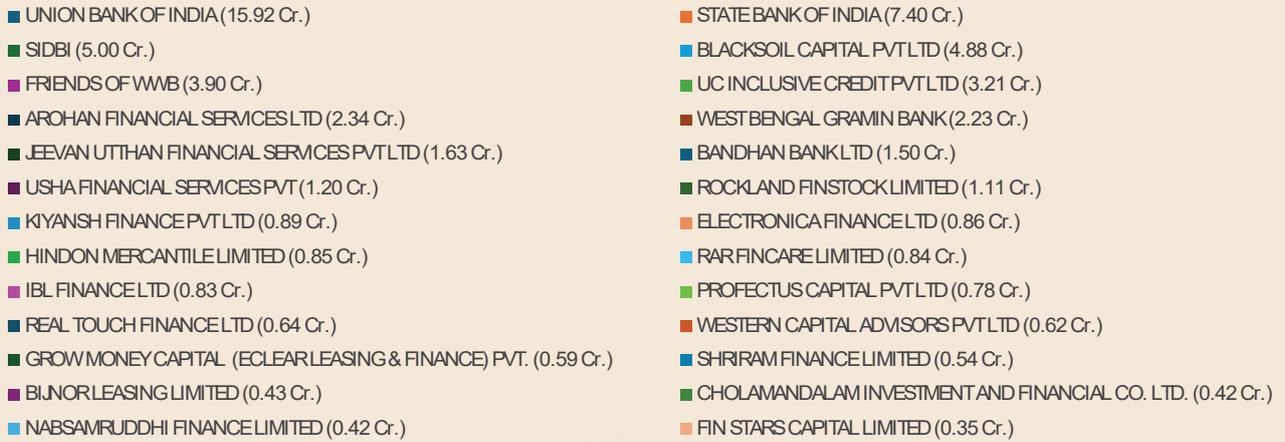
KIYANSH FINANCE PRIVATE LIMITED



Bijnor Leasing Limited



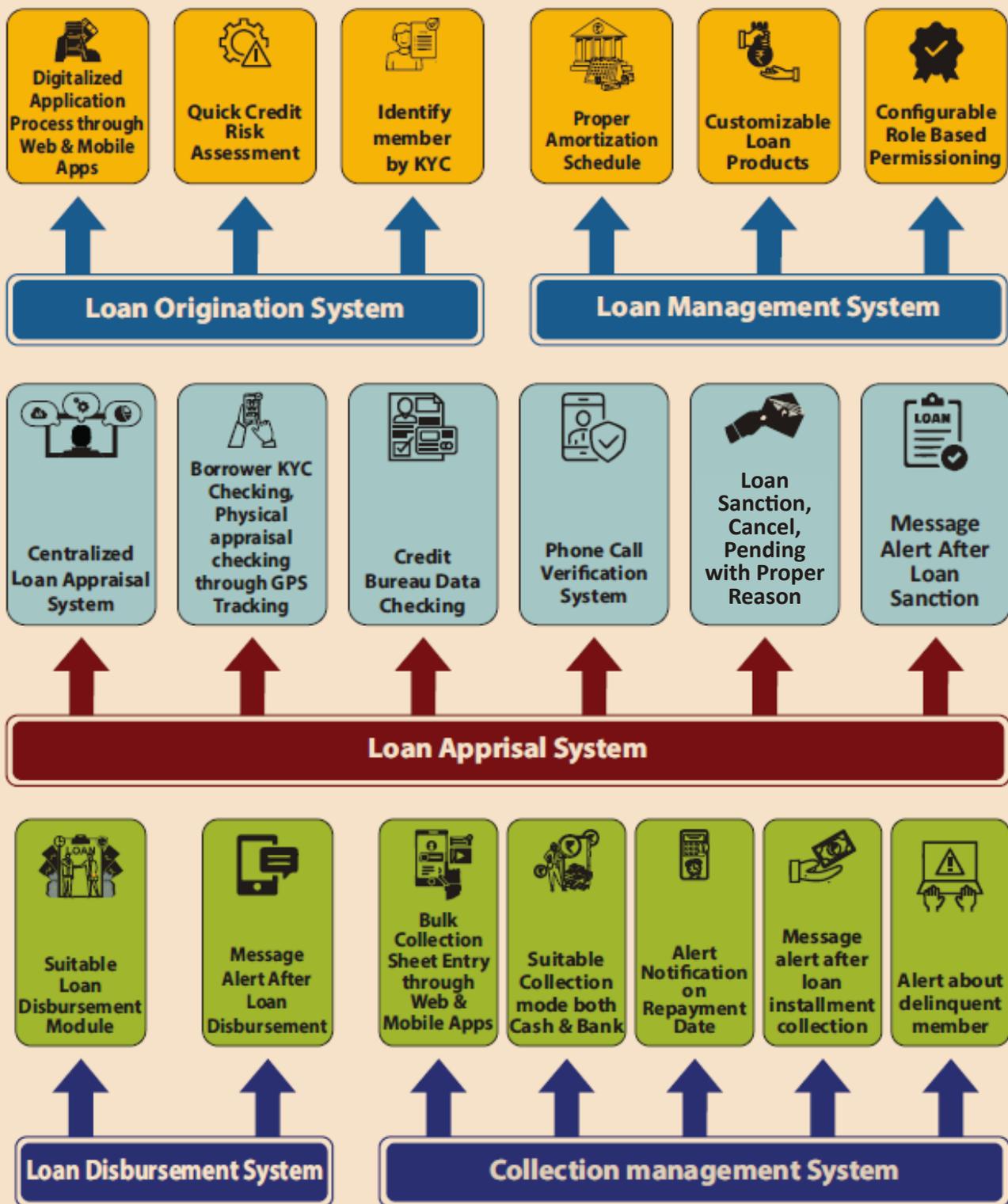
Lender Status



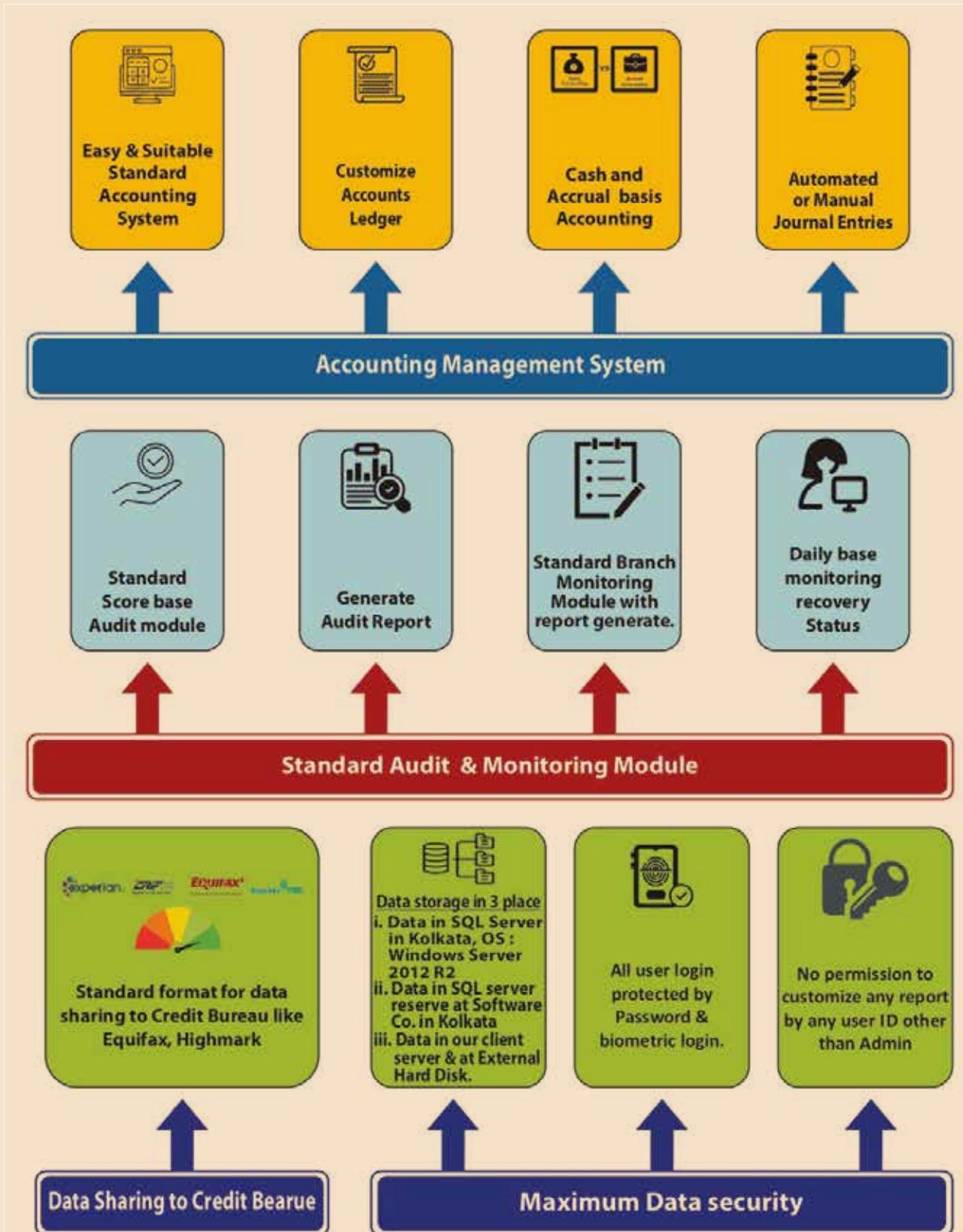
Legal Framework



Key Features of our Software



Key Features of our Software



Success Story



Madhabi Ghosh

North 24 parganas
West Bengal

year's Madhabi has been scaling up gradually her business with the help of loans taken from MFI subsequently. Now her loan is 35000/-. Now she is living in her well developed house with proper bathroom. She thanked Servitium for giving financial assistance to her in need.

How Madhabi became a successful Milk Vendor

Madhabi Ghosh as like the village woman in Naihati North 24 Parganas lives with her husband and two little children. She got married at an early age. It was very difficult task for her husband to fulfil daily need of the family properly. Madhabi decided to help her husband. She took 1st Loan of Rs. 10000/- from Servitium and purchases the cow and started working as Milk Vendor.

Now, she is in list of our regular customers. The Financial help provided by MFI enabled her to become successful business person. For few last



Jhuma Bag

North 24 parganas
West Bengal

centre, had taken the loan of Rs. 10000 in 2018 from Servitium, Naihati branch with the hope to start tailoring unit in her house. She started her tailoring unit for readymade garments in her own house. Following the growing demands for readymade garments she had taken Rs. 30,000 from Servitium. Monthly Rs.4000 Rs.5000 per month income permitted her to admit their children in the reputed schools. She has become a role model for the other women in her slum.

How Jhuma admit her children in good school

Jhuma Bag of Sewli slum under North 24 Parganas district, West Bengal, aged 37 started tailoring unit in her own house to help her husband Mr. Filip Bag who own a small medicine shop in the remote areas of that slum where sunrays hardly pierced through. Mr. Filip Bag is struggling to maintain his six member family as he cannot compete with the big medicine shop. Jhuma had a dream to admit their children in good schools.

Servitium came forward with credit input to translate her dream .She, become member of Sewli



জলের উৎস
(ভূগর্ভস্থ জল)



Ensure your family's safety back with life insurance.

PIONEERED BY:

SUPPORTED BY:



FINISH MONDIAL

TRUST OF PEOPLE

প্রয়োগের মাধ্যমে সচ্ছতা পদ্ধতির সংশোধন

দুটি গর্ত যুক্ত শৌচাগার

সেপটিক ট্যাংক শৌচাগার

CSR Activities



CSR Activities

Awareness of Sanitation



Our objective is to improve quality of life by providing increased access to safe sanitation integrated with financial inclusion, health care and leading to a better quality of life for all. Our approach to sanitation is unique and sustainable. We follow an integrated approach where initially demand is generated through behavioural change followed by facilitating the access to finance and establishing the required supply chain. For sustainability the involvement of community and individual household is encouraged. In line with the

program's objectives to achieve total sanitation, micro credit and financial schemes are targeted to be combined with life and health micro insurance packages to provide incentives to households to channel their existing income for investing in sanitation. Our focussed areas are Sanitation, Health & Hygiene, and Sanitation Supply Chain with focus on innovative and sustainable solutions for the communities.

E Clinic & Health Camp



Telemedicine along with E-Clinic – 24 X 7 Doctor Consultations through both hotline & mobile application. E-Clinic – Small kiosks equipped with a Tablet/laptop for a video consultation with doctor as well as medical equipment for a basic body check-ups with some free medicine. Team of In-house Doctors including specialized doctors (Medicine, Surgery, Gynaecologists, etc) Conducting quarterly health camp for our customers with some free medicine facility.

CSR Activities



Capacity Building for Women



WASH Training @ Branch office



Audit Report

Audit Report

K. N. Jain & Co.
Chartered Accountants

2/7, Sarat Bose Road, "Vasundhara", 2nd Floor,
Kolkata-700 020, Phone : 033-4006 9588, 033 3511-5051
E-mail : info@knjainco.com Web : www.knjainco.com

Independent Auditor's Report

To the Members of
Servitium Microfinance Private Limited
Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of Servitium Microfinance Private Limited ("the Company"), having its registered office at 24/1, Old Calcutta Road, Chowdhury para, Rahara, North Parganas, Kolkata - 700118 (West Bengal), which comprise the Balance Sheet as at 31st March, 2025, the Statement of Profit and Loss and statement of cash flow for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statement").

In our opinion and to the best of our information and according to explanation given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Accounting Standards prescribed under section 133 of the Act read with relevant rules issued there under, of the state of affairs of the Company as at March 31, 2025, its profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statement 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 Statement section of our report. We are Independent of the Company in accordance with code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and rules thereunder, and we have fulfilled our other ethical requirements 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 on the financial statement.

Emphasis of Matter

We draw attention to following Notes to the financial statements of the Company:

1. Note 2.10, disclosing the company has written off micro credit portfolio amounting to Rs.63.91 lakhs which were outstanding more than 365 days as at the reporting date.
2. Note 2.05, where the company has made a provision of Rs.109.96 lakhs on microcredit portfolio. However as per Prudential norm of RBI amount of required provision was Rs.68.80lakhs. The company has made 100% provision on entire nonperforming asset following a more conservative approach.

Our opinion is not modified in respect of this matter.



Audit Report

K. N. Jain & Co.
Chartered Accountants

Information other than the Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the preparation of other information. The other information comprises of the information included in the management discussion and analysis, Board's report including annexure to Board's Report, Business Responsibility report, Corporate Governance and Shareholder's information, but does not include the financial statement and our auditor's report thereon.

Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

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

When we read the full annual Report which is expected to be made available to us after the date of auditor's report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Management's Responsibility for the Financial Statements

The 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 and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, 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 the Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

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



Audit Report

K. N. Jain & Co.
Chartered Accountants

Auditor's Responsibility for the Audit of the Financial Statements

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

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

1. Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal control.
2. Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, under section 143(3)(I) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and operating effectiveness of such controls.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease as a going concern.
5. Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures and whether the Financial Statement represents the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatement in the Financial Statement that, individually or in aggregate, makes it probable those economic decisions of a reasonably knowledgeable user of the financial statement 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.



Audit Report

K.N. Jain & Co.
Chartered Accountants

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.

NBFC-MFI Compliance Report (Report on Compliance with RBI Regulations Applicable to NBFC-MFIs)

As per the audit procedures carried out by us and according to the information and explanations provided by the management, we report that:

The Company is registered with the Reserve Bank of India as a Non-Banking Financial Company - Micro Finance Institution (NBFC-MFI) under Section 45-IA of the Reserve Bank of India Act, 1934, bearing a valid Certificate of Registration (CoR No- B.05.03990).

Based on our examination and according to the information and representations made to us by the management, the Company has complied with the following directions and notifications issued by the Reserve Bank of India to the extent applicable:

1. Master Direction - Reserve Bank of India (Non-Banking Financial Company - Micro Finance Institutions) Directions, 2016, as updated;
2. Guidelines on Fair Practices Code and grievance redressal;
3. Prudential norms on income recognition, asset classification and provisioning (IRACP);
4. Compliance with Credit Risk and Liquidity Risk Management Framework;
5. Maintenance of minimum NOF and CRAR as per applicable thresholds;
6. Restrictions on loan size, repayment terms and annual household income of borrowers as defined by the RBI for qualifying as microfinance loans.

Further, based on our review, no adverse observations have come to our notice regarding the Company's adherence to conditions stipulated in its Certificate of Registration or the above directions during the year under audit.

Report on Other Legal and Regulatory Requirements

1. 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 and proper returns adequate for the purposes of our audit have been received from the branches not visited by us.
 - c) The balance sheet, the statement of profit and loss and cash flow statement dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;



Audit Report

K. N. Jain & Co.

Chartered Accountants

- e) On the basis of the written representations received from the directors as on 31 March 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2025 from being appointed as a director in terms of Section 164 (2) of the Act;
- f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A" to this report.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended by the Companies (Audit and Auditors) Amendment Rules 2021, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has no pending litigations which would materially 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 is no amount required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv.
 - a) No funds have been advanced or loaned or invested by the company to or in any other person(s) or entities, including foreign entities ("Intermediaries"), with the understanding that the intermediary shall whether directly or indirectly lend or invest in other persons or entities identified in any manner by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of ultimate beneficiaries.
 - b) No funds have been received by the company from any person(s) or entities including foreign entities ("Funding Parties") with the understanding that such 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 guarantee, security or the like on behalf of the Ultimate beneficiaries.
 - c) Based on the audit procedures performed, nothing has come to our notice that has caused us to believe that the above representations given by the management contain any material mis-statement.
 - v. No dividend except 9% Cumulative Optionally Convertible Preference Share capital (given by SIDBI) declared or paid by the Company during the year. Therefore, compliance with section 123 of the Companies Act. 2013 is not applicable to the Company.
 - vi. Based on our examination, which included test checks, and as per the information, explanation and representations provided to us by the management, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2025 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. During the course of our audit, we did not come across any instance of the audit trail feature being tampered with.



Audit Report

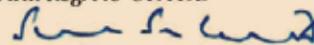
K. N. Jain & Co.
Chartered Accountants

h) Auditor's Declaration of Eligibility under RBI Guidelines

- i. We further report that, in accordance with the Reserve Bank of India's Notification No. **RBI/2021-22/112 DOR/FRS/SEC.01/2021-22**, dated April 27, 2021, relating to the appointment and rotation of statutory auditors by Non-Banking Financial Companies (NBFCs), we meet the eligibility and independence criteria as laid down by the Reserve Bank of India. These include but are not limited to:
 - ii. Compliance with auditor rotation, tenure limits, and cooling-off periods;
 - iii. No disqualifications under Section 141 of the Companies Act, 2013 or applicable ICAI guidelines;
 - iv. Satisfying the minimum experience, firm size, and capacity as prescribed under the Notification;
 - v. No adverse remarks from RBI or any other regulatory body;
 - vi. Independence from the Company as required under ICAI's Code of Ethics and the RBI framework.
 - vii. We confirm that we are eligible to continue as statutory auditors of the Company for the financial year 2024-25 in accordance with the aforesaid RBI Notification, and that no circumstances exist that would disqualify us from such appointment.
2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of section 143(11) of the Act, we give in the "Annexure B", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

Date: 16th June, 2025
Place: Kolkata

For K. N. JAIN & Co.
Chartered Accountants
Firm Reg. No- 319119E



CA Samya Sengupta

Partner

Membership No. 059027
UDIN:25059027BMGYMQ7029



Audit Report

SERVITIUM MICRO FINANCE PRIVATE LIMITED			
24/1, Old Calcutta Road, Chowdhury para, Rahara, North 24 Parganas, Kolkata - 700118 CIN: U51909WB1995PTC069463 Email Id: servitium.mfi@servitium.in			
Balance Sheet as at 31st March, 2025			
Particulars	Note No.	As at March 31, 2025	As at March 31, 2024
		(₹ in thousand)	(₹ in thousand)
A EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	2.01	100280	74770
(b) Reserves and Surplus	2.02	98755	69322
		199035	144092
2 Share Application money pending allotment		-	-
3 Non-Current Liabilities			
(a) Long-Term Borrowings	2.03	174393	199592
(b) Differed tax Liabilities (Net)		-	-
		174393	199592
4 Current Liabilities			
(a) Short-term Borrowing	2.04	419374	340385
(b) Other Current Liabilities	2.04	3474	7971
(c) Short-Term Provisions	2.05	11263	5912
		434111	354269
		807539	697953
B ASSETS			
1 Non-Current Assets			
(a) Fixed Assets	2.06		
(i) Tangible Assets		2545	1586
(ii) Intangible Assets		481	660
(b) Non-Current Investments	2.07	3026	2247
(c) Deferred tax asset (net)	2.20	51350	39725
(d) Long-Term Loans and Advances		232	41
Long-Term Micro Credit Portfolio	2.10	16849	21142
(e) Other Non-Current Assets	2.08	7600	19579
		76032	80488
2 Current Assets			
(a) Inventories		-	-
(b) Sundry Debtors		-	-
(c) Cash and Cash Equivalents	2.09	91174	62658
(d) Short-Term Loans and Advances			
Short-Term Micro Credit Portfolio	2.10	590499	511936
Other Short Term Loans and Advances	2.11	1364	7620
(e) Other Current Assets	2.12	45445	33004
		728482	615218
		807539	697953
Significant Accounting Policies and Notes to Accounts	1	-	-

As per our limited review report attached

For K. N. Jain & Co.
Chartered Accountants
Firm Reg. No-319119E

CA Samya Sengupta
CA Samya Sengupta
Partner
Membership No-059027
UDIN-25059027BMGYMQ7029

Dated: 16th June, 2025
Place: Kolkata



For and on behalf of the Board of Directors

Subrata Ghosh

Subrata Ghosh
DIN: 07209984

Rita Ghosh

Rita Ghosh
DIN: 07974998



Audit Report

SERVITIUM MICRO FINANCE PRIVATE LIMITED			
24/1, Old Calcutta Road, Chowdhury para, Rahara, North 24 Parganas, Kolkata - 700118 CIN: U51909WB1995PTC069463 Email Id: servitium.mfi@servitium.in			
Statement of Profit and Loss for the year ended on 31st March, 2025			
Particulars	Note No.	As at March 31, 2025	As at March 31, 2024
		(₹ in thousand)	(₹ in thousand)
1 Revenue From Operations	2.13	194514	125159
Other Income	2.13	9198	4581
2 Total Revenue		203711	129740
3 Employees' Benefit Expenses	2.14	37831	22892
Financial Cost	2.15	89487	58790
Other Expenses	2.16	26538	13974
Depreciation	2.06	1729	404
Bad debt Written Off		6391	1127
Loan loss provision		5666	2312
4 Total Expenses		167641	99498
5 Profit / Loss before exceptional and extraordinary items and tax (2 - 4)		36070	30242
6 Exceptional items	2.17	-	-
7 Profit / (Loss) before extraordinary items and tax (5 ± 6)		36070	30242
8 Extraordinary items		-	-
9 Profit / (Loss) before tax (7 ± 8)		36070	30242
10 Tax expense:			
(a) Current Tax Expense		11900	9127
(b) (Less): MAT credit		-	-
		11900	9127
(c) Current tax expense relating to prior years		-	-
(d) Net current tax expense		11900	9127
(e) Deferred Tax	2.20	(191)	4
		11709	9130
Profit / (Loss) for the year (9 ± 10)		24361	21111
Earnings per Equity Share			
Equity shares of par value ` 10/- each			
Basic	2.19	0.0035	0.0032
Diluted	2.19	0.0027	0.0025
Number of shares used in computing earnings per share			
Basic	2.19	6936201	6313076
Diluted	2.19	6936201	6313076
Significant Accounting Policies and Notes to Accounts	1		

As per our limited review report attached
For K. N. Jain & Co.
Chartered Accountants
Firm Reg. No-319119E

S. S. Sengupta
CA Samya Sengupta
Partner
Membership No-059027
UDIN-25059027BMGYMQ7029



Dated: 16th June, 2025
Place: Kolkata

For and on behalf of the Board of Directors

Subrata Ghosh

Subrata Ghosh
DIN: 07209984

Rita Ghosh

Rita Ghosh
DIN: 07974998



Audit Report

SERVITIUM MICRO FINANCE PRIVATE LIMITED		
24/1, Old Calcutta Road, Chowdhury para, Rahara, North 24 Parganas, Kolkata - 700118 CIN: U51909WB1995PTC069463 Email Id: servitium.mfi@servitium.in		
Cash Flow Statement For the year ended 31st March, 2025		
Particulars	As at 31st March 2025	As at 31st March, 2024
	(₹ in thousand)	(₹ in thousand)
A CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before Tax	36070	30242
Add:		
Depreciation on Fixed Assets	1729	404
Contingent Provision against Standard Assets	5666	2312
Less:		
Adjustment of Income Tax Liability of Earlier Year	-	-
Non-operating income	-	-
Operating Profit before Working Capital Change	43465	32958
Adjustment for		
(Increase)/ Decrease in Operating Assets		
(Increase)/ Decrease in Micro Credit Portfolio	(74271)	(231180)
Other Short-Term Loans and Advances	6256	(7415)
Other Current Assets	(11708)	(65784)
Trade Receivables	-	-
Increase/ (Decrease) in Operating Liability		
Trade Payables	-	-
Other Current Liabilities	(4497)	5468
Cash generation from operations before tax and extra-ordinary items	(40755)	(265934)
Less: Direct taxes paid	-	-
Cash generation from operations before extra-ordinary items	(40755)	(265934)
Add: Income tax refunded	-	-
Net Cash Flow From Operating Activities (A)	(40755)	(265934)
B CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets	(2508)	(2417)
Sale of Fixed Assets	-	-
Decreases/(Increase investment	(12012)	(234)
Increase in long term advances	-	-
Capital Work in Progress	-	-
Net Cash Flow From Investing Activities (B)	(14520)	(2651)
C CASH FLOW FROM FINANCING ACTIVITIES:		
Issue of Share Capital	25510	13935
Share Premium	6061	3542
Decreases/(Increase) in loan from Schedule Banks	3322	95919
Decreases/(Increase) in loan from Fis	52068	209167
Decreases/(Increase) in loan from Directors'	(1800)	(5000)
Adjustment of reserve and Surplus (Tax Payment)	(1571)	(2092)
Net Cash Flow From Financing Activities (C)	83790	315471
Net Increase or Decrease in Cash and Cash Equivalents (A+B+C)	28516	46886
Add: Opening Cash and Cash Equivalents	62658	15772
Closing cash and cash equivalents as per Books	91174	62658

<p>As per our Report of event date For K.N. JAIN & Co. Chartered Accountants Reg. No-319119E</p> <p><i>[Signature]</i></p> <p>CA Samya Sen Gupta Partner Membership No. 059027 UDIN-25059027BMGYMQ7029 Dated: 16th June, 2025 Place: Kolkata</p>	<p style="text-align: center;">For and on behalf of the Board of Directors</p> <p style="text-align: center;"><i>Subrata Ghosh</i></p> <p>Subrata Ghosh DIN: 07209984</p> <p><i>Rita Ghosh</i></p> <p>Rita Ghosh DIN: 07974998</p>
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Audit Report

SERVITIUM MICRO FINANCE PRIVATE LIMITED	
24/1, Old Calcutta Road, Chowdhury para, Rahara, North 24 Parganas, Kolkata - 700118 CIN: U51909WB1995PTC069463 Email Id: servitium.mfi@servitium.in	
SIGNIFICANT ACCOUNTING POLICIES:	
1.1 CORPORATE INFORMATION:	<p>Sunflag Merchants Private Limited ("the Company") was incorporated on March 16, 1995. The Company is registered with RBI as NBFC and is engaged in financial services.</p> <p>As per the certificate of incorporation issued by the Ministry of Corporate Affairs, Government of India on 5th May, 2022, name of the company has been changed from Sunflag merchants Pvt. Ltd, to Servitium Micro Finance Private Limited</p> <p>Certificate of Registration (B.05.03990) as NBFC-MFI issued by the Reserve Bank of India (RBI) on 6th May, 2022 in the name of Servitium Micro Finance Private Limited</p>
1.2 BASIS OF ACCOUNTING:	<p>The financial statements are prepared under the historical cost convention on an accrual basis in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) and Accounting Standards (AS) as notified by the Companies (Accounting Standards) Rules, 2006 as amended, the provisions of the Companies Act, 2013. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.</p>
1.3 USE OF ESTIMATES:	<p>The preparation of the financial statements in conformity with GAAP requires the Management to make estimates and assumptions that affect the reported balances of asset and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period.</p> <p>The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise. During the year the management had not made any estimates, hence no impairment loss been recognized for the assets and no contingent liability has been provided.</p>
1.4 INVENTORIES:	<p>Inventories are valued at weighted average cost and the net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale. Work-in-progress and finished goods include appropriate proportion of overheads.</p>
1.5 REVENUE RECOGNITION:	<p>Income from Services: Revenue from operation will be recognised on accrual basis.</p> <p>Other Income: Interest and other income is accounted on accrual basis.</p>
1.6 TANGIBLE FIXED ASSETS, DEPRECIATION AND AMORTISATION:	<p>Fixed Assets are stated in the books at historical cost inclusive of all incidentals expenses incurred for acquisition of such assets.</p> <p>Depreciation on tangible fixed assets, except otherwise stated has been provided as per Schedule II of the Companies Act, 2013 on written down value method over the estimated useful life of the asset which are generally in accordance with those specified in Schedule II of the Companies Act 2013.</p>
1.7 INTANGIBLE FIXED ASSETS:	<p>Intangible assets are carried at cost less accumulated amortisation and impairment losses, if any. The cost of an intangible asset comprises its purchase price, including any import duties and other taxes and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates.</p>
1.8 EARNINGS PER SHARE (EPS):	<p>Basic EPS Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year.</p> <p>Diluted EPS Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.</p>



Audit Report

SERVITIUM MICRO FINANCE PRIVATE LIMITED

24/1, Old Calcutta Road, Chowdhury para, Rahara, North 24 Parganas, Kolkata - 700118

CIN: U51909WB1995PTC069463 Email Id: servitium.mfi@servitium.in

SIGNIFICANT ACCOUNTING POLICIES:

1.9 TAXES ON INCOME:

Current tax

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

Minimum alternate tax (MAT)

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

Deferred tax:

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. No deferred tax has been recognised as per Accounting Standard-22.

1.10 EMPLOYEE BENEFITS

Short Term Employee benefits are recognised as an expense at the undiscounted amount in the statement of profit and loss for the year in which services are rendered.

1.11 BORROWING COST

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

1.12 INVESTMENT:

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as Long - term investment. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. Provision for diminution in the value of long term investments is made only if such decline is other than temporary in nature in the opinion of the management.

1.13 IMPAIRMENT OF ASSETS:

The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised.

1.14 PROVISIONS AND CONTINGENCIES:

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made.

1.15 PREVIOUS YEAR FIGURES:

Previous year's figure are re-grouped and re-arranged where ever felt necessary at the time of finalisation of accounts of current year.



Audit Report

SERVITIUM MICRO FINANCE PRIVATE LIMITED						
24/1, Old Calcutta Road, Chowdhury para, Rahara, North 24 Parganas, Kolkata - 700118						
CIN: U51909WB1995PTC069463 Email Id: servitium.mfi@servitium.in						
Notes forming part of the financial statements for the year ended 31st March, 2025						
Note 2.01 : Share Capital						
Particulars	As at March 31, 2025		As at March 31, 2024			
	No. of Shares	(₹ in thousand)	No. of Shares	(₹ in thousand)		
(i) Authorised:						
Equity shares of Rs. 10 each	10200000	102000	10200000	102000		
Preference Share of Rs. 10 each	5100000	51000	1100000	11000		
(ii) Issued, Subscribed and fully paid up:						
Equity shares of Rs. 10 each	7028034	70280	6477034	64770		
(iii) 9% Cumulative Optionally Convertible Preference Share capital						
Preference shares of Rs. 10 each	3000000	30000	1000000	10000		
	10028034	100280	7477034	74770		
Rights, preferences and restrictions attached to shares:						
Equity Shares :- The Company has one class of equity shares having a par value of Rs 10 per share. Each shareholder is eligible for one vote per share held. The Dividend proposed by the Board of Directors is subject to the approval of shareholder in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholder are eligible to receive the remaining assets of the company after distribution of all preferential amount, in proportional to their shareholding.						
Preference Shares:- The Company has issued 9% Optionally Convertible Preference Share (OCPS) of Rs 3 crore (1st tranche of Rs.50lakhs on 25-08-2023, 2nd tranche of Rs.50lakhs on 13-02-2024, 3rd tranche of Rs.1 Crore on 27.02 2025 and 4th tranche 1 Crore on 27.03 2025 out of sanction of Rs.3.00 crore) to SIDBI. In case SIDBI decided not to convert OCPS into equity shares or convert only part of OCPS into equity, then 50% of the outstanding OCPS will be redeemed at the end of 5years from the date of disbursement of the respective tranches and remaining 50% outstanding OCPS at the end of 6 years from the date of disbursement of the respective tranches.						
(iv) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:						
Particulars	Opening Balance	Fresh issue	Bonus	Buy back	Other changes	Closing Balance
Equity shares with voting rights						
Year ended 31st Mar, 2025						
- Number of shares	6477034	551000	-	-	-	7028034
- Amount (₹ in thousand)	64770	5510	-	-	-	70280
Year ended 31 March, 2024						
- Number of shares	6083534	393500	-	-	-	6477034
- Amount (In Rs.)	60835	3935	-	-	-	64770
9% Cumulative Optionally Convertible Preference Share capital of Rs.10 each						
Year ended 31st Mar, 2025						
- Number of shares	1000000	2000000	-	-	-	3000000
- Amount (In Rs.)	10000	20000	-	-	-	30000
Year ended 31 March, 2024						
- Number of shares	-	1000000	-	-	-	1000000
- Amount (₹ in thousand)	-	10000	-	-	-	10000
(v) Details of shares held by each shareholder holding more than 5% shares:						
Class of shares / Name of shareholder	As at March 31, 2025		As at March 31, 2024			
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares		
Equity shares with voting rights						
Subrata Ghosh	670034	9.53	443334	6.84		
Ranjib Kumar Ghosh	2459842	35.00	1825114	28.18		
Rita Ghosh	1440577	20.50	1036092	16.00		
Aparna Roy	-	-	327828	5.06		
Bipul Saha	326400	4.64	326400	5.04		
9% Cumulative Optionally Convertible Preference Share capital						
Small Industrial Development Bank of India (SIDBI)	3000000	100%	1000000	100%		
As per records of the company including its register of shareholders/members and other declaration received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.						
Details of share holding have been given in separate sheet as Annexure 1 to the Note-2.1 of the Balance Sheet						



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SERVITIUM MICRO FINANCE PRIVATE LIMITED

24/1, Old Calcutta Road, Chowdhury para, Rahara, North 24 Parganas, Kolkata - 700118
CIN: U51909WB1995PTC069463 Email Id: servitium.mfi@servitium.in

Annexure 1 to Note-2.1

(₹ in thousand)

Details of Shareholding as on 31st March, 2025					
Name	PAN	Type of Shareholding	Number of shares held	Face Value	Percentage Shareholding
A. Details of Equity Share					
Banani Sarkar	BNSPS9007B	Equity	131700	1317	1.87%
Bipul Saha	AWAPS9327A	Equity	326400	3264	4.64%
Biswajit Sarkar	COGPS4394F	Equity	4300	43	0.06%
Chandrani Ghosh	BRWPR3180E	Equity	40000	400	0.57%
Chinmoy Kumar Mondal	BPPPM4627A	Equity	13900	139	0.20%
Debendra Modok	AZDPM8309E	Equity	25500	255	0.36%
Diparwita Chakraborty	ANPPC6852Q	Equity	279050	2791	3.97%
Indrani Chakraborty	BCWPC1590G	Equity	26000	260	0.37%
Jayanta Samanta	CFIPS7764A	Equity	49600	496	0.71%
Kartik Ghosh	AMIPG3577E	Equity	169282	1693	2.41%
Lopamudra Ghosh	BFSPG1698N	Equity	213114	2131	3.03%
Pijush Saha	AKLPS6137R	Equity	52100	521	0.74%
Pinaki Gupta	AJYPG4535F	Equity	216385	2164	3.08%
Pratibha Ghosh	AXWPG4250D	Equity	86900	869	1.24%
Priyanka Saha	OKKPS3381E	Equity	30000	300	0.43%
Ranjib Kumar Ghosh	AEYPG2310P	Equity	2459842	24598	35.00%
Rita Ghosh	AGMPG2964M	Equity	1440577	14406	20.50%
Rituparna Ghosh	DNJPG4704G	Equity	96700	967	1.38%
Sandeep Ghosh	AIDPG2506J	Equity	34700	347	0.49%
Sandipta Sinha Roy	AVXPR4990C	Equity	4300	43	0.06%
Sanjoy Gupta	AFJPG8940B	Equity	32500	325	0.46%
Shibani Saha	COVPS5642K	Equity	316400	3164	4.50%
Subrata Ghosh	ANJPG2206L	Equity	670034	6700	9.53%
Sudipta Chakraborty	ADJPC5751G	Equity	184450	1845	2.62%
Swapan Kumar Ghosh	ADPPG1528F	Equity	120000	1200	1.71%
Trelash Roy	BRAPR4506A	Equity	4300	43	0.06%
Total Equity Share			7028034	70280	100%
Details of Preference Share					
Small Industries Development Bank of India (SIDBI)	AABCS3480N	OCPS	3000000	30000.00	100%



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Notes forming part of the financial statements for the year ended 31st March, 2025		
Note 2.02 : Reserves and Surplus		
Particulars	As at March 31, 2025	As at March 31, 2024
	(₹ in thousand)	(₹ in thousand)
A. General Reserve		
Opening balance of Profit & Loss Account	43250	27610
Add: Profit during the year	24361	21111
Add: Adjustment for earlier tax liability payment	4	919
Less: Transfer to Statutory Reserve Fund U/s 45IC	4872	4222
Less: Dividend on OCPS (9% Cumulative Optionally Convertible Preference Share capital)	994	330
Total-A	61749.37	43250
B. Statutory Reserve Fund (U/s 45IC of RBI Act, 1934)		
Opening Balance of Statutory Reserve Fund	11268	7046
Transfer during the year	4872	4222
Total-B	16140	11268
C. Share Premium		
Opening Balance	14805	11263
Add: Addition during the Year	6061	3542
Total Reserves & surplus (A+B+C)	20866	14805
	98755	69322
Note 2.03 : Long Term Borrowing (Secured)		
Particulars	As at March 31, 2025	As at March 31, 2024
	(₹ in thousand)	(₹ in thousand)
Term loan from SBI	2425	37427
Term loan from Union Bank of India	83030	60613
Term loan from Bangiya Grameen Vikash Bank	13459	3180
Term loan from Small Industries Development Bank of India (SIDBI)	32348	-
Term loan from Bandhan Bank Ltd.	-	8571
Term loan from Friends of WWB, India	10909	6304
Term loan from Usha Financial Services Ltd.	1837	-
Term loan from Hindon Mercantile Ltd.	1847	-
Term loan from RAR Fincare Ltd	3110	1756
Term loan from Jeevanuthan Financial Services Pvt Ltd	733	-
Term loan from Kiyansh Finance Pvt Ltd	2778	-
Term loan from Real Touch Finance Ltd.	-	3610
Term loan from UC Inclusive Credit Pvt Ltd.	1941	23102
Term loan from D S Integrated Finsec Pvt Ltd.	-	1240
Term loan from RICAVI Finance Ltd.	-	562
Term loan from Ramsons Projects. Ltd.	-	3618
Term loan from Shriram Finance Limited	-	5472
Term loan from IBI, Finance Ltd.	-	9288
Term loan from Arohan Financial Services Ltd	-	31601
Term loan from Bijnor Leasing Ltd.	1226	-
Term loan from Profectus Finance Ltd.	-	3247
Secured Term Loan From Black Soil Capital Pvt Ltd.	18750	-
TOTAL	174393	199592
Term loans from banks and other FIs are secured by way of hypothecation of the outstanding loan portfolio, in addition to the fixed deposits being held as collateral security.		



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Notes forming part of the financial statements for the year ended 31st March, 2025		
Note 2.04 : Other Current Liabilities		
Particulars	As at March 31,	As at March 31,
	2025	2024
	(₹ in thousand)	(₹ in thousand)
A) Cash Credit and Overdraft Balance with Banks-Secured against Book Debts		
Over Draft Account with Bandhan Bank Ltd.	-	68
Total-A	-	68
B) Current Maturities of Long term Debt-Secured against Book Debts		
Term loan from SBI	65433	43741
Term loan from Union Bank of India	65455	58179
Term loan from Bangiya Grameen Vikash Bank	8810	2062
Term loan from Small Industries Development Bank of India (SIDBI)	17852	-
Term loan from Bandhan Bank Ltd.	-	21429
Term loan from Friends of WWB, India	21818	26522
Term loan from Usha Financial Services Ltd.	6143	8935
Term loan from Grow Money Capital Pvt. Ltd.	-	8515
Term loan from Hindon Mercantile Ltd.	6657	-
Term loan from RAR Fincare Ltd.	3581	6230
Term loan from Cholamandalam Investment & Financial Co. Ltd.	-	2990
Term loan from Incred Financial Services Ltd.	-	10618
Term loan from Jeevanuthan Financial Services Pvt Ltd.	8050	-
Term loan from Kiyansh Finance Pvt Ltd.	6111	-
Term loan from Rockland Fin stock Ltd.	-	5000
Term loan from Monywise Financial Services Pvt Ltd.	-	10600
Term loan from Fin stars Capital Ltd.	-	3202
Term loan from Ananya Finance for Inclusive Growth Pvt Ltd.	-	6111
Term loan from Real Touch Finance Ltd.	-	15497
Term loan from UC Inclusive Credit Pvt Ltd.	9737	28930
Term loan from D S Integrated Finsec Pvt Ltd.	-	6231
Term loan from Electronica Finance Ltd.	-	11278
Term loan from Western Capital Advisors Pvt Ltd.	-	7143
Term loan from RICAVI Finance Ltd.	-	3687
Term loan from Ramsons Projects Ltd.	-	5690
Term loan from Shriram Finance Limited	-	4528
Term loan from IBL Finance Ltd.	-	9886
Term loan from Arohan Financial Services Ltd.	-	18399
Term loan from Bijnor Leasing Ltd.	3028	-
Term loan from Profectus Finance Ltd.	-	11753
Term Loan From Black Soil Capital Pvt L Ltd.	30000	-
Total-B	252475	337377



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Notes forming part of the financial statements for the year ended 31st March, 2025						
Note 2.01 : Share Capital						
Particulars	As at March 31, 2025		As at March 31, 2024			
	No. of Shares	(₹ in thousand)	No. of Shares	(₹ in thousand)		
(i) Authorised:						
Equity shares of Rs. 10 each	10200000	102000	10200000	102000		
Preference Share of Rs. 10 each	5100000	51000	1100000	11000		
(ii) Issued, Subscribed and fully paid up:						
Equity shares of Rs. 10 each	7028034	70280	6477034	64770		
(iii) 9% Cumulative Optionally Convertible Preference Share capital						
Preference shares of Rs. 10 each	3000000	30000	1000000	10000		
	10028034	100280	7477034	74770		
Rights, preferences and restrictions attached to shares:						
Equity Shares :- The Company has one class of equity shares having a par value of Rs 10 per share. Each shareholder is eligible for one vote per share held. The Dividend proposed by the Board of Directors is subject to the approval of shareholder in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholder are eligible to receive the remaining assets of the company after distribution of all preferential amount, in proportional to their shareholding.						
Preference Shares:- The Company has issued 9% Optionally Convertible Preference Share (OCPS) of Rs 3 crore (1st tranche of Rs.50lakhs on 25-08-2023, 2nd tranche of Rs.50lakhs on 13-02-2024, 3rd tranche of Rs. 1 Crore on 27.02.2025 and 4th tranche 1 Crore on 27.03.2025 out of sanction of Rs.3.00 crore) to SIDBI. In case SIDBI decided not to convert OCPS into equity shares or convert only part of OCPS into equity, then 50% of the outstanding OCPS will be redeemed at the end of 5years from the date of disbursement of the respective tranches and remaining 50% outstanding OCPS at the end of 6 years from the date of disbursement of the respective tranches.						
(iv) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:						
Particulars	Opening Balance	Fresh issue	Bonus	Buy back	Other changes	Closing Balance
Equity shares with voting rights						
Year ended 31st Mar, 2025						
- Number of shares	6477034	551000	-	-	-	7028034
- Amount (₹ in thousand)	64770	5510	-	-	-	70280
Year ended 31 March, 2024						
- Number of shares	6083534	392500	-	-	-	6477034
- Amount (In Rs.)	60835	3935	-	-	-	64770
9% Cumulative Optionally Convertible Preference Share capital of Rs.10 each						
Year ended 31st Mar, 2025						
- Number of shares	1000000	2000000	-	-	-	3000000
- Amount (In Rs.)	10000	20000	-	-	-	30000
Year ended 31 March, 2024						
- Number of shares	-	1000000	-	-	-	1000000
- Amount (₹ in thousand)	-	10000	-	-	-	10000
(v) Details of shares held by each shareholder holding more than 5% shares:						
Class of shares / Name of shareholder	As at March 31, 2025		As at March 31, 2024			
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares		
Equity shares with voting rights						
Subrata Ghosh	670034	9.53	443334	6.84		
Ranjib Kumar Ghosh	2459842	35.00	1825114	28.18		
Rita Ghosh	1440577	20.50	1036092	16.00		
Aparna Roy	-	-	327828	5.06		
Bipul Saha	326400	4.64	326400	5.04		
9% Cumulative Optionally Convertible Preference Share capital						
Small Industrial Development Bank of India (SIDBI)	30000000	100%	10000000	100%		
As per records of the company including its register of shareholders/members and other declaration received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.						
Details of share holding have been given in separate sheet as Annexure 1 to the Note-2.1 of the Balance Sheet						



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Notes forming part of the financial statements for the year ended 31st March, 2025						
Provision for Portfolio Risk as per RBI Circular No. DNBR(PD)CC No-008/03.10.119/2016-17 dated 1st September, 2018, updated as on 17th February, 2020						
Particulars	No. of Accounts	Overdue Amount (₹ in thousand)	Loan Outstanding Balance (₹ in thousand)	Classification	Loan loss Reserve (%) as per RBI	Loan loss Reserve as per RBI (₹ in thousand)
Current loans	22650	-	577099	Standard	0.25%	1443
<30 days past due	201	474	3195	Standard	0.25%	8
31-60 days past due	272	1345	4685	Standard	0.25%	12
61-90 days past due	667	5480	12867	Standard	0.25%	32
91-120 days past due	99	952	1504	Sub-Standard (Unsecured)	50%	476
121-180 days past due	196	2538	3277	Sub-Standard	50%	1269
181-365 days past due	195	3557	4636	Sub-Standard	100%	3557
>365 days	6	84	84	Doubtful 1 st year	100%	84
Total	24286	14431	607348			6881

The company has adopted the asset classification and provisioning norms prescribed by RBI in the above mentioned master circular applicable for NBFC-MFI. The company has no loan portfolio in Andhra Pradesh (AP). As per the guidelines, the company has to provide for either a) 1% of the outstanding loan portfolio or b) 50% of the aggregate loan instalments which are overdue for more than 90 days and less than 180 days and 100% of the aggregate loan instalments which are overdue for 180 days or more.

As on 31.03.2025 Provision for portfolio Risk required as per norms was Rs.6880455/-, provision already made as on 31.03.2024 was Rs.5330778/-, therefore additional provision to be required of Rs.15496777/-(Rs.6880455- Rs.5330778) as per RBI prudential norm. However management has followed conservative method of provisioning against non performing asset. Management has decided to made 100% provision on entire Non Performing portfolio (Gross NPA) and 0.25% provision on standard assets. As on 31st March, 2025 SMFPL has NPA of Rs.6501590/- and company has provided entire amount and Rs. 1494617 on standard portfolio of Rs.597846728/-, total provision against microcredit portfolio as on 31st March, 2025 is provided by the Company of Rs. 10996207/. As a result additional amount of provision is required Rs.5665429/- (10996207-5330778)

Note 2.06 : Fixed Assets
Fixed assets are stated at cost, net of depreciation. The cost of an asset comprises of its purchase price and any cost directly attributable for bringing the asset to its working condition and location for its intended use.

Depreciation is provided on the assets following W.D.V. method at the rates appropriate as per the Companies Act, 2013. In respect of addition of fixed assets, depreciation is provided at pro-rata basis from the date of acquisition/installation.

During the current period tangible asset of Rs.2093335.46/ and intangible asset of Rs.414200/ has been purchased. No asset has been disposed off during the period.

Details of fixed assets have been given in separate sheet as Annexure 2 to the Note-2.06 of the Balance Sheet



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Notes to Balance Sheet										
Annexure 2 to Note-2.06										
FIXED ASSETS										
Particulars	Life of Assets	Gross Block			Depreciation		Net Block			
		As on 01.04.2024	Addition 2024-25	Disposed Off 2024-25	Total as on 31.03.2025	As on 01.04.2024	Depreciated on 2024-25	Depreciated on 31.03.2025	WDV as on 31.03.2025	WDV as on 31.03.2024
A. Tangible Assets										
Computer & Accessories	3 Years	884	750	-	1634	301	581	882	752	583
Furniture & Fixture	10Years	787	307	-	1095	126	238	365	730	661
Plant & Machinery	8Years	352	908	-	1260	74	265	339	921	278
Office Equipment	5Years	109	128	-	236	44	51	95	142	65
Total (A)		2131	2093	-	4225	545	1135	1680	2545	1586
B. Intangible Assets										
Software	3 Years	1036	414	-	1450	390	584	974	476	646
Website		50	-	-	50	35	9	45	5	15
Total (B)		1085	414	-	1500	425	594	1019	481	660
Total (A+B)		3217	2508	-	5724	970	1729	2699	3026	2247
Previous Year		800	2417	-	3217	566	404	970	2247	234



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Notes forming part of the financial statements for the year ended 31st March, 2025		
Note 2.07 : Non Current Investment		
Particulars	As at March 31, 2025	As at March 31, 2024
	(₹ in thousand)	(₹ in thousand)
Fixed deposit with SBI (Pledge against Term Loan)	8000	11971
Fixed deposit with Union Bank of India (Pledge against Term Loan)	35000	16500
Fixed deposit with Indian Bank (Pledge against Term Loan)	-	5076
Fixed deposit with BGVB (Pledge against Term Loan)	2600	600
Fixed deposit with Bandhan Bank Ltd (Pledge against Term Loan)	-	3000
Fixed deposit with Jana Bank Ltd (Pledge against Term Loan)	750	-
Fixed deposit with SIDBI (Pledge against Term Loan)	5000	-
Fixed deposit with Unity Small Finance Bank (Pledge against BC and TL)	-	2578
Total	51350	39725
Note 2.08 : Other Non Current Assets		
Particulars	As at March 31, 2025	As at March 31, 2024
	(₹ in thousand)	(₹ in thousand)
(Security Deposit with Fis (NBFC) against Term Loan)		
Security Deposit With Eclear Leasing Finance	-	2000
Security Deposit With Usha Financial Services	800	2500
Security Deposit With ROCK Land Fin stock Ltd.	1000	-
Security Deposit With Monywise Financial Services (SMC)	-	2400
Security Deposit With Aranya Finance for Inclusive Growth Pvt. Ltd.	-	4429
Security Deposit With Real Touch Finance	-	2500
Security Deposit With D S Integrated FinSec Pvt Ltd	-	1000
Security Deposit With Western Capital Advisors Pvt. Ltd.	500	1000
Security Deposit With RECAVI Finance Ltd.	-	250
Security Deposit With Profectus Capital Ltd.	-	1500
Security Deposit With IBL Finance.	2000	2000
Security Deposit With Jeevanuthan Financial Services Pvt. Ltd.	500	-
Security Deposit With Hindon Mercantile Ltd.	500	-
Security Deposit With Kiyansh Finance Pvt Ltd	500	-
Security Deposit With Blacksoil Capital Pvt Ltd.	1800	-
Total	7600	19579
Note 2.09 : Cash and Cash Equivalents		
Particulars	As at March 31, 2025	As at March 31, 2024
	(₹ in thousand)	(₹ in thousand)
Cash and Cash Equivalents		
(a) Cash in hand	540	247
(b) Cash at Bank	36817	10574
(c) Auto Sweep Account (Bank)	9605	6838
(d) Short term FD matured within 3 months	44212	45000
Total	91174	62658

Signature



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Notes forming part of the financial statements for the year ended 31st March, 2025		
Note 2.10 : Micro Credit Portfolio		
Particulars	As at March 31, 2025	As at March 31, 2024
	(₹ in thousand)	(₹ in thousand)
Opening Micro Credit Portfolio	533078	301918
Add: Loan Disbursed During the Period	944365	850665
	1477443	1152613
Less: Loan repayment during the period	863704	618408
Less: Loan Written off During the Period	6391	1127
Closing Micro Credit Portfolio	607348	533078
(a) Long-Term Micro Credit Portfolio	16849	21142
(b) Short-Term Micro Credit Portfolio	590499	511936
Total	607348	533078
Note on Managed Portfolio		
A. Details on Managed Portfolio Through Bank Correspondence (BC) Model		
Particulars	As at March 31, 2025	As at March 31, 2024
	(₹ in thousand)	(₹ in thousand)
Banking Correspondence Loan with Ananya Finance for Inclusive Growth Pvt. Ltd.	2133	41069
Banking Correspondence Loan with Unity Small Finance Bank	425240	167305
Total Managed Portfolio (A)	427373	208374
Particulars	As at March 31, 2025	As at March 31, 2024
	(₹ in thousand)	(₹ in thousand)
Own Portfolio (2.10)	607348	533078
Managed Portfolio (A)	427373	208374
Overall Portfolio (AUM) Managed by Servitium Micro Finance Pvt. Ltd.(2.10 + A)	1034721	741452
Note 2.11 : Other Short Term Loans and Advances		
Particulars	As at March 31, 2025	As at March 31, 2024
	(₹ in thousand)	(₹ in thousand)
Advance for Office Rent	146	134
Advance EMI to Flis	-	6280
Advance to Others	1218	1207
Total	1364	7620
Note 2.12 : Other Current Assets		
Particulars	As at March 31, 2025	As at March 31, 2024
	(₹ in thousand)	(₹ in thousand)
(a) Accrued Interest on Investment	2189	1702
(b) Interest Accrued but not Due on Micro Credit slandered portfolio	3855	3732
(c) Receivable from BC partners	-	536
(d) Short Term Deposit (will be matured within 4 to 12 months)	39400	27034
Total	45445	33004



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Notes forming part of the financial statements for the year ended 31st March, 2025		
Note 2.13 : Revenue Income		
Particulars	As at March 31, 2025	As at March 31, 2024
	(₹ in thousand)	(₹ in thousand)
Revenue from Operation		
Interest on loan	141689	111095
Upfront Fees against Loans	14193	11929
Commission Against Business Correspondence (BC) Loans	38286	1759
Written-off Loan Recovery	345	375
Total	194514	125159
Other Income		
Interest on Investment	9196	4568
Profit on Sale of Investment (Net)	-	8
Other Receipts	2	6
Total	9198	4681
Note 2.14 : Employees' Benefit Expenses		
Particulars	As at March 31, 2025	As at March 31, 2024
	(₹ in thousand)	(₹ in thousand)
Salary and Allowances	26563	14485
EPF employers Contribution	1554	901
ESI Employers Contribution	628	384
Gratuity Contribution to LIC	1041	1447
Staff Welfare	7377	3588
Ex-gratia	669	2087
Total	37831	22892
Note 2.15 : Financial Cost		
Particulars	As at March 31, 2025	As at March 31, 2024
	(₹ in thousand)	(₹ in thousand)
Loan Processing and other Charges	7495	6736
Interest on Term Loan	80776	50881
Interest on Loan from Directors'	32	792
Cash collection charges	1184	360
Total	89487	58790



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Notes forming part of the financial statements for the year ended 31st March, 2025		
Note 2.16 : Other Expenses		
Particulars	As at March 31,	As at March 31,
	2025	2024
	(₹ in thousand)	(₹ in thousand)
Administrative & Other Expenses:		
Auditors Remuneration	82	82
Grading & Rating Expenses	2487	403
Insurance Premium	57	18
Bank Charges	500	523
Licence Fees	7	34
ROC Filing Fees	46	59
ROC Fees for Authorised Capital	300	83
Electricity Charges	249	67
Travelling and Conveyance	974	153
Repairs and Maintenance	445	124
Membership Fees	156	85
Refreshment and Hospitality	276	1
Printing & Stationary	1090	526
Directors' Remuneration	4200	4010
Directors' Sitting Fees	553	467
Telephone and Postage	988	491
Meeting, Training and Workshop	1201	238
Office Rent	3272	1637
Fuel Charges	3507	1589
Professional Tax	45	30
Documentation Charges	414	22
Consultancy and Professional fees	1915	1657
Credit Information Charge	622	275
Late Fees & Interest for Statutory Payment	50	195
Interest on Staff Security	4	7
Software Development Exp	1015	432
Business Development Expenses	194	500
Member welfare Exp.	284	-
Office Expenses	1627	266
Total	26538	13974



Audit Report

SERVITIUM MICRO FINANCE PRIVATE LIMITED							
24/1, Old Calcutta Road, Chowdhury para, Rahara, North 24 Parganas, Kolkata - 700118							
CIN: U51909WB1995PTC069463 Email Id: servitium.mfi@servitium.in							
Notes forming part of the financial statements for the year ended 31st March, 2025							
Additional information to the financial statements							
Note 2.17 : Share application money pending allotment							
As at 31st March, 2025 the Company has not received any amount towards share application money for which allotment of share is pending							
Note 2.18 : Disclosures under Accounting Standards- AS18							
Details of related parties:	Names of related parties					Remarks	
(a) Holding Company	Nil						
(b) Subsidiary & Fellow Subsidiaries	Nil						
(c) Key Management Personnel (KMP)	DIN	DOA					
1. Subrata Ghosh	07209984	12/06/2015					
2. Rita Ghosh	07974998	20/12/2017					
3. Chanchal Majumder	09022620	13/01/2021					
4. Partha Sengupta	10331523	23/09/2023					
(d) Relatives of Key Management Personnel	1 Ranjib Kumar Ghosh					Shareholder, spouse of Rita Ghosh	
	2 Rituparna Ghosh					Shareholder, daughter of Rita Ghosh	
	3 Chandrani Ghosh					Shareholder, spouse of Subrata Ghosh	
(e) Enterprises over which key management personnel is able to exercise significant influence							
Details of related party transactions during the period ended 31st March, 2025 and balances outstanding as at 31st March, 2025:							
Particulars	Holding Company	Subsidiaries	Key Management Personnel (KMP)(₹ in	Relatives of Key Management Personnel	Entities in which KMP / Relatives of KMP can exercise significant	TOTAL (₹ in thousand)	
Directors Sitting Fees							
Chanchal Majumder	-	-	335	-	-	335	
Sunil Kumar Chakraborty	-	-	20	-	-	20	
Partha Sengupta			198	-	-	197.5	
			553			552.5	
Directors Remuneration							
Subrata Ghosh			2400			2400	
Rita Ghosh			1800			1800	
	-	-	4200	-	-	4200	
Loan Taken and Repayment							
Current Year 2024-25 (₹ in thousand)							
Name of the Related party	Designation	Year Ended	Opening Outstanding	Loan Taken	Loan Repayment	Interest Accrued	Closing Out Standing
Sunil Kumar Chakraborty	Director	31st March, 2025	1600	-	1600	-	-
Previous Year 2023-24 (₹ in thousand)							
Name of the Related party	Designation	Year Ended	Opening Outstanding	Loan Taken	Loan Repayment	Interest Accrued	Closing Out Standing
Rita Ghosh	Director	31st March, 2024	4500	-	4500	-	-
Subrata Ghosh	Director	31st March, 2024	500	-	500	-	-
Sunil Kumar Chakraborty	Director	31st March, 2024	1600	-	-	-	1600



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Notes forming part of the financial statements for the year ended 31st March, 2025				
Note 2.19 : Disclosures under Accounting Standards- AS20				
Particulars	As at March 31, 2025	As at March 31, 2024		
	(₹ in thousand)	(₹ in thousand)		
Earnings per share				
Basic				
Continuing operations				
Net profit / (loss) for the year	24361	21111		
Less: Adjustment for earlier tax liability payment	4	919		
Net profit / (loss) for the year from continuing operations	24357	20192		
Weighted average number of equity shares	6936201	6313076		
Par value per share	0.0035	0.0032		
Earnings per share from continuing operations - Basic	0.0035	0.0032		
Particulars	As at March 31, 2025	As at March 31, 2024		
	(₹ in thousand)	(₹ in thousand)		
Diluted				
The diluted earnings per share has been computed by dividing the Net Profit After Tax available for equity shareholders by the weighted average number of equity shares, after giving dilutive effect of the outstanding warrants, stock options and convertible bonds for the respective periods. Since, the effect of the conversion of preference shares was anti-dilutive, it has been ignored.				
Continuing operations				
Net profit / (loss) for the year	24361	21111		
Less: Adjustment for earlier tax liability payment	4	919		
Net profit / (loss) for the year from continuing operations	24357	20192		
Less: Transfer to Statutory Reserve Fund u/s 45IC of RBI Act, 1934	4872	4222		
Less: Dividend on OGPS	994	330		
Profit/(loss) attributable to eq. shareholders from continuing operations (on dilution)	18491	15639		
Weighted average number of equity shares for Basic EPS	6936201	6313076		
Add: Effect of warrants, ESOPs and Convertible bonds which are dilutive	-	-		
Weighted average number of equity shares - for diluted EPS	6936201	6313076		
Par value per share (Amount in Rs.)	0.0027	0.0025		
Earnings per share, from continuing operations - Diluted	0.0027	0.0025		
Note 2.20 : Disclosures under Accounting Standards: AS-22				
Deferred Tax and Taxes on Income				
Taxes on income have been accounted for in accordance with the Accounting Standard 22 of the Institute of Chartered Accountants of India and in accordance with the provisions of Income Tax Act, 1961. Deferred tax liability and assets have been recognized subject to consideration of prudence and timing difference. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. The impact of changes in deferred tax assets and liabilities is recognised in the Statement of Profit & Loss. Deferred tax assets are recognised and reassessed at each reporting date based upon managements judgement as to whether their realisation is considered as reasonably certain.				
Calculation of Deferred Tax Liability / (Assets)				
WDV as per Companies Act up to 31.3.2025 (₹ in thousand)	WDV as per I.T. Act up to 31.03.2025 (₹ in thousand)	Timing difference(₹ in thousand)	Rate of Tax	Deferred tax Liability/ (Assets)(₹ in thousand)
A	B	C=(B-A)	D	E=(Cx D)
3025	3860	(835)	27.82%	(232)
Total Deferred tax asset as on 31.03.2025 was Rs.232290/-, deferred tax asset balance as on 31.03.2024 was Rs.41448/- net effect of Deferred tax asset during the financial year is (232290 - 41448) =190842(deferred tax liability)				



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Notes forming part of the financial statements for the year ended 31st March, 2025		
Particulars	As at March 31, 2025 (₹ in thousand)	As at March 31, 2024 (₹ in thousand)
Deferred tax liability / (asset):		
Tax effect of items constituting deferred tax liability		
- On difference between book balance and tax balance of fixed assets	-	-
- On expenditure deferred in the books but allowable for tax purposes	-	-
- On items included in Reserves and surplus pending amortisation into the Statement of Profit and Loss	-	-
- Others	-	-
Tax effect of items constituting deferred tax liability	-	-
Tax effect of items constituting deferred tax assets		
- Disallowances under Section 40(a)(i), 43B of the Income Tax Act, 1961	-	-
- On difference between book balance and tax balance of fixed assets	232	41
- Unabsorbed depreciation carried forward	-	-
- Brought forward business losses	-	-
- Others	-	-
Tax effect of items constituting deferred tax assets	232	41
Net deferred tax liability / (asset)	(232)	(41)
Note-2.21 : Additional Disclosures		
A. Auditor's Remuneration		
Particulars	As at March 31, 2025 (₹ in thousand)	As at March 31, 2024 (Amount in Rs.)
Audit Fees	82	82
B. Contingent Liability and Commitments		
Particulars	As at March 31, 2025 (₹ in thousand)	As at March 31, 2024 (Amount in Rs.)
i) Contingent Liabilities		
a) Claim against the company not acknowledged as debt	Nil	Nil
b) Guarantees	Nil	Nil
c) Other money for which company for which company contingently liable	Nil	Nil
ii) Commitments		
a) Estimated amount of contracts remaining to be executed on capital account and not provided for	Nil	Nil
b) Uncalled liability on shares and other investments partly paid	Nil	Nil
c) Other commitments (BC portfolio)	427373	208374
C. Expenditure on employees drawing remuneration of Rs.200000 or More		
Particulars	As at March 31, 2025 (₹ in thousand)	As at March 31, 2024 (Amount in Rs.)
Expenditure on employees drawing remuneration of Rs.200000 or More	Nil	Nil



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Notes forming part of the financial statements for the year ended 31st March, 2025							
D.	Balance lying as debtors, creditors, loan and advances are subject to confirmation to be received from parties.						
E.	There are no amounts that needed to be disclosed in accordance with the Micro Small and Medium Enterprise Development Act, 2006 (the 'MSMED Act') pertaining to micro and small enterprises. For the year ended 31st March, 2025 no supplier has intimated the company about its status as micro and small enterprises or its registration with the appropriate authority under MSMED Act.						
F.	Segment Reporting The Company operates in a single reportable segment i.e. financing, which has similar risks and returns for the purpose of AS 17 on 'Segment Reporting'. The Company does not have any reportable geographical segment.						
G.	Discloser as per RBI Circular No-DNBR(PD)CC No-008/03.10.119/2016-17 dated 1st September, 2016, updated as on 17th February, 2020						
	<table border="1"> <tbody> <tr> <td>Average Annualised Rate of interest</td> <td style="text-align: right;">26.85%</td> </tr> <tr> <td>Average Annualised Cost of Borrowing Fund</td> <td style="text-align: right;">16.02%</td> </tr> <tr> <td>Average Annualised Margin</td> <td style="text-align: right;">10.83%</td> </tr> </tbody> </table>	Average Annualised Rate of interest	26.85%	Average Annualised Cost of Borrowing Fund	16.02%	Average Annualised Margin	10.83%
Average Annualised Rate of interest	26.85%						
Average Annualised Cost of Borrowing Fund	16.02%						
Average Annualised Margin	10.83%						
H.	Previous year figures have been reclassified/regrouped wherever necessary, to conform to current year presentation.						
	Note-2.22: Add : Additional Regulatory Information						
	The company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date and therefore the reporting under Para 6(VA) of Part I of Schedule-III of the Act is not applicable to the company.						
(a)	Title Deeds of Immovable Property not held in the name of the Company There is no immovable property in the name of the company and therefore the disclosure requirement w.r.t the Title Deeds of Immovable Property not held in the name of the Company are not applicable to the company in terms of Para 6(Y)(i) of Part I of Schedule-III of the Act.						
(b)	The Fair Valuation and/or Revaluation is based on the valuation by a Registered Valuer The company has not revalued its Property, Plant and Equipment therefore the disclosure requirement w.r.t the Fair Valuation and/or Revaluation is based on the valuation by a Registered Valuer are not applicable to the company in terms of Para 6(Y)(ii) of Part I of Schedule-III of the Act.						
(c)	Loans or Advances granted to Promoters, Directors, KMPs and the related parties The Company has not granted any Loans or Advances in the Nature of Loans to promoters, directors, KMPs and related party (as defined under the Companies Act) jointly or severally during the year under audit and therefore the disclosure requirement as to Loans or Advances granted to Promoters, Directors, KMPs and the related parties in terms of Para 6(Y)(iii) of Schedule-III of the Act are not applicable to the Company.						
(d)	Capital Work-In-Progress There is no Capital Work-in-Progress(C-WIP) during the current financial year and therefore the disclosure requirement as to Capital Work-In-Progress are not applicable to the company in terms of Para 6(Y)(iv) of Schedule-III of the Act.						
(e)	Intangible Asset Under Development There is no Intangible Asset Under Development during the current financial year and therefore the disclosure requirement as to Intangible Asset Under Development are not applicable to the company in terms of Para 6(Y)(v) of Schedule-III of the Act.						
(f)	Details of Benami Property held: Neither any proceedings have been initiated nor any proceedings are pending against the Company for holding any Benami Property under the Benami Transactions (Prohibition) Act, 1988 and the Rules made thereunder. In view of this, the disclosure requirement in terms of Para 6(Y)(vi) of Schedule-III of the Act are not applicable to the Company.						
(g)	Quarterly Returns or Statements of Current Assets and reconciliation thereof The Company has borrowings from banks or financial institutions on the basis of security of current assets and therefore disclosure requirement as to Quarterly Returns or statements of current assets and reconciliation thereof in terms of Para 6(Y)(vii) of Part I of Schedule-III of the Act are not applicable.						



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Notes forming part of the financial statements for the year ended 31st March, 2025						
(h) Wilful Defaulter						
The Company has not been declared as Wilful Defaulter by any Bank or Financial Institutions or other lender and therefore, the disclosure requirement as to Wilful Defaulter in terms of Para 6(Y)(viii) of Schedule-III of the Act are not applicable to the company						
(i) Relationship with Struck Off Companies						
The Company has not entered into transactions with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956 and therefore disclosure requirement as to Relationship with Struck Off Companies in terms of Para 6(Y)(ix) of Schedule-III of the Act are not applicable to the Company						
(j) Registration of charges or Satisfaction with Registrar of Companies						
The Company never borrowed any money from any lenders and therefore neither the registration of charges nor the satisfaction of charges were required with Registrar Of Companies and hence disclosure requirement as to Registration of Charges or Satisfaction with Registrar of Companies in terms of Para 6(Y)(x) of Schedule-III of the Act are not applicable to the Company.						
(k) Compliance with Number of Layers of Companies						
No investment has been made in companies beyond the specific layers, thus the disclosure requirement w.r.t Compliance with number of layers of Companies in terms of Para 6(Y)(xi) of Part I of Schedule-III of the Act are not applicable to the Company						
(l) Key Financial Ratios						
Ratios	Numerator	Denominator	Current year	Previous year	% Variance	Remarks, if variance more than 25%
Current ratio	Current Assets	Current Liabilities	1.68	1.74	-3.37%	
Debt-equity ratio	Total Debt	Shareholder's Equity	3.01	3.82	-21.19%	
Debt Service Coverage Ratio	Earnings available for debt service	Debt Service	The company is a NBFC-MFI, company has borrowed fund for on lending to the clients. repayment of borrowed fund has made from repayment of loan instalment by the clients.			
Return on Equity	Net Profits after taxes – Preference Dividend	Shareholder's Fund	0.122	0.147	-16.46%	
Inventory Turnover Ratio	Cost of goods sold	Average Inventory			-	
Trade receivables turnover ratio	Avg. Accounts Receivable	Net Credit sales	-	-	-	
Trade payables turnover ratio	Average Trade Payables	Net Credit Purchases	-	-	-	
Net capital turnover ratio	Net Sales	Working Capital	0.27	0.20	31.25%	Business of the company has increased during the year
Net profit ratio	Net Profit before tax	Net Sales/Income	0.12	0.16	-26.51%	
Return on capital employed (ROCE)	Earning before interest and taxes	Capital Employed	0.21	0.17	27.85%	
Return on investment	Net profit after taxes	Investment	0.25	0.21	15.81%	



Memorable Moments





Servitium

Micro Finance Private Limited

Registered & Correspondence Office:

24/1, Old Calcutta Road, Chowdhury Para, Rahara, Kolkata - 700118

☎ : 033 2568 1845 ☒ :servitium.mfi@servitium.in 🌐 :www.servitium.in