
Servitium Micro Finance Private Limited
(formerly Sunflag Merchants Private Limited)

ASSET MANAGEMENT POLICY

Board Meeting Date	Subject	Department	Approved by
23/06/2025	Asset Management Policy	Compliance—as Custodian Operation for implementation	Board of Directors

ASSET MANAGEMENT POLICY		
	DEFINITION	OUR POLICY
i. Accounting Policies	the Specific principle, base convention rules and practice adopted by the company in preparing financial statement.	The company is maintaining accounting policy for the same as per accounting stander ICA.
ii. Asset	IS THE RESOURCE CONTROL BY THE COMPANY FROM WHICH FUTURE ECONOMIC BENEFITS ON THE SERVICE EXPECTED	Purchase value more than Rs. 5000 and having spent of life in the long-life nature (above 12 month is treated as an asset)
iii. Asset Life Cycle	THE CYCLE COVERING ALL THE FACE LIFE OF AN ASSETS. ASSETS OF LIFE DEPENDS ON THERE ELIGIBILITY FOR PROVIDING SERVICE OR STATURARY GRUIDLINE OF THE ENTITY	Asset life cycle depends on company ACT 2013 or eligibility of providing service to the company whichever is lower.
iv. Asset Register	THE ASSET REGISTER IS THE ASSET DATA BASE THE PROVIDE BASES OF FIGURE IN THE FINANCIAL STATEMENT IT'S INCLUDES PURCHASED DATE, AMOUNT EXPECTED LIFE AND INSTIALLATION COST	Company is maintaining asset register as per company ACT 2013.
v. Asset useful life	USEFUL LIFE IS THE EXPECTED PREIOD OF THE TIME OVER WHICH AND ASSET IS TO BE USED	USEFUL LIFE IS THE EXPECTED PREIOD OF THE TIME OVER WHICH AND ASSET IS TO BE USED OR USEFUL LIFE FOR THE SAME ASPER COMPANY ACT 2013 WHICH EVER IS LOWER
vi. Asset Utilization	A MAJOR OF HOW EFFECTIVLY AND ASSET has BEEN USED TO MEET THE SERVICE	A MAJOR OF HOW EFFECTIVLY AND ASSET has BEEN USED TO MEET THE SERVICE
vii. Capitalisation	THE ASSET WILL BE TEATED AS A RECURRING NATURE OR IN LONG RUN NATURE	THE ASSET WILL BE TEATED AS A RECURRING NATURE OR IN LONG RUN NATURE
viii. Carring amount	it is the difference between the cost (or valuation) and the accumulated impairment losses.	it is the difference between the cost (or valuation) and the accumulated impairment losses.
ix. Control of an Asset	An entity is deemed to control an asset if it has the capacity to benefit from asset in pursuing its objectives.	An entity is deemed to control an asset if it has the capacity to benefit from asset in pursuing its objectives.
x. Depreciation	A systematic allocation of the cost an asset or other amount substituted for its cost over its estimated useful life. Depreciation recognises the gradual exhaustion of the asset's service potential.	Depreciation is calculated as per company ACT 2013 an income tax ACT 1961 in financial statement and difference between both is treated as Deferred tax
xi. Maintenance	The work needed to maintain as asset in a condition that enables it to reach its service potential over its useful life. Maintenance does not extend but achieve as asset's useful life (current expenditure).	The work needed to maintain as asset in a condition that enables it to reach its service potential over its useful life. Maintenance does not extend but achieve as asset's useful life (current expenditure).
xii. Risk Management	A management technique used to identify and analyse potential risks, and to implement appropriate responses.	A management technique used to identify and analyse potential risks, and to implement appropriate responses.
xiii. Intangible Assets	An intangible asset meets the definition of an asset but lacks substance.	An intangible asset meets the definition of an asset but lacks substance.
xiv. Disposal Asset	Asset is maybe disposed before or after life span	Asset is maybe disposed before or after life span