MANAPPURAM ASSET FINANCE LIMITED

STATUTORY AUDIT REPORT 2025-26

Manikandan & Associates
Chartered Accountants

Manikandan & Associates
Chartered Accountants

Independent Auditor's Report

To the members of
Manappuram Asset Finance Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Manappuram Asset Finance Limited ("the Company") which comprise the Balance Sheet as at March 31, 2026, the Statement of Profit and Loss, the Cash Flow Statement for the year ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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, of the state of affairs of the company as at March 31, 2026, and its financial performance and its cash flow for the year ended on that date.

Basis for Opinion

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We are independent of the company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act 2013 and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Financial Statements.

Information Other Than Financial Statements and Auditors Report Thereon

The Company's Management & Board of Directors is responsible for other information. The other information comprises of information included in the Company's Annual Report, but does not include the Financial Statements and our report thereon. The annual report is expected to be made available to us after the date of this auditor's report.

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

In connection with our audit on the Financial Statements, our responsibility is to read the other information made available and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If based on the work we have performed on the other information obtained prior to the date of auditor's report, 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.

Responsibilities of Management and Those charged with Governance for the Financial Statements

The company's Management & Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("The Act") with respect to preparation 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 prescribed under section 133 of the Act read with Companies (Accounting Standards) Rules 2021 . This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the asset 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, the management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis for 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 is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of the users taken on the basis of these Financial Statements.

As part of an audit in accordance with standards on auditing, we exercise professional judgment and professional skepticism throughout the audit. We also:

a) Identify and assess the risks of material misstatementof the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain

MANIKANDAN ASSOCIATES CHALAKUDY 680 307 CHARTERED ACCOUNTANTS 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, misrepresentations, or the override of internal control.

b) Obtain an understanding of the internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls systems in place and operating effectiveness of such controls.

c) Evaluate the appropriateness of accounting policies used and the reasonableness of the accounting estimates and related disclosures made by management.

d) Conclude on the appropriateness of the 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 the auditor's report. However future events or conditions may cause the company to cease to continue as a going concern.

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

MANIKANDAN ASSOCIATES
CHALAKUDY
680 307
CHARTERED ACCOUNTANTS

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Companies Act, 2013, we give in the "**Annexure A**" to this report a statement on the matters specified in Paragraph 3 and 4 of the Order,to the extent applicable.

2. As required by the Non-Banking Financial Companies Auditor's Report (Reserve Bank) Direction, 2016, issued by the Reserve Bank of India in exercise of the powers conferred by sub-section (1A) of Section 45MA of the Reserve Bank of India Act, 1934, we give in the "**Annexure B**", an additional Audit Report addressed to the Board of Directors containing our statements on the matters specified therein.

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

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

b. In our opinion, proper books of account as required by law have been kept by the company so far as it appears from our examination of those books;

c. No report on accounts of any of the branch offices audited under sub section 8 of section 143 by any person has been received by us and therefore no comments need to be made on the matter.

d. The balance sheet, the statement of profit and loss, and the cash flow statement dealt with by this report are in agreement with the books of account.

e. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act read with the Companies (Accounting Standards) Rules,2021.

f. On the basis of the written representations received from the directors as on 31st March 2026 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2026, from being appointed as a director in terms of section 164 (2) of the Act.

g. In our opinion there are no qualifications, reservations or adverse remarks relating to the maintenance of accounts and other matters connected therewith.

h. 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 Report in "**Annexure C**".

i. With respect to the matters to be included in the Auditor's Report in accordance with the Rule 11 of the Companies (Audit and Auditors) Rule, 2014, as amended, in our opinion and to the best of our information and according to explanations given to us:

i. The company has disclosed the impact of pending litigations on its financial position in its financial statements. Refer Note 28 to the financial statements.

ii. The company does not have any long-term contracts including derivative contracts for which there were any foreseeable losses.

iii. According to the information provided, there are no amounts, required to be transferred by the company to the Investor Education & Protection Fund as on 31st March 2026.

iv.

a. The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of

CHALAKUDY 680 307 CHARTERED ACCOUNTANTS

funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

b. The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

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

v. The company has not declared or paid any dividend during the year.

vi. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of accounts 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. Further, during the course of our audit, we did not come across any instance of audit trail feature being tampered with.

4. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

For MANIKANDAN & ASSOCIATES
Chartered Accountants
Firm Reg. No.008520S

CHALAKUDY
680 307

C K Manikandan
Managing Partner
Membership No. 208654
UDIN: 26208654CIHXNK3957

Chalakudy
30th May 2026

Annexure A to the Independent Auditor's Report

Referred to in Paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we report that:

i. (a) (A) The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, plant and Equipment.

(B) The company is maintaining proper records showing full particulars of Intangible assets.

(b) According to the information and explanation provided by the Management, the Company has a regular programme for the verification of its PPE. In our opinion, this periodicity of physical verification is reasonable having regard to the size and nature of the Company and the nature of its assets. Pursuant to such programme, a portion of such PPE has been physically verified by the management during the year and no material discrepancies were noticed on such verification.

(c) In our opinion and according to the information and explanation given to us, the title deeds of all immovable property aggregating to ₹673.59 lakhs disclosed in Financial Statements are held in the name of the company. Also the company has received ownership of 35 pledged properties valuing ₹392.25 lakhs based on the "Certificate of sale" issued by the jurisdictional court, which is included in the land value disclosed in the balance sheet.

(d) The company has not revalued the property, plant and equipment or intangible assets or both during the year. Hence the requirement to report on clause 3(i)(d) of the order is not applicable to the company.

(e) There has been no proceedings initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Hence this clause is not applicable.

ii. (a) The company is a Non-Banking Financial Company, primarily engaged in lending. Accordingly, it does not hold any physical inventories. Hence the requirement to report on clause 3(ii)(a) of the order is not applicable to the company.

(b) The Company has been sanctioned working capital limits in excess of ₹ 5 crore, in aggregate, during the year, from banks or financial institutions on the basis of security of current assets. Quarterly returns/ statements filed by the company with such banks/ financial institutions are in agreement with the books of the company.

iii.

(a) The company is an Non-Banking Financial Company and the Principal business is to give loans. Hence the requirement to report on clause 3(iii) (a) of the order is not applicable to the company.

(b) In our opinion and according to the information and explanations given to us, the company has granted loans to parties and the terms and conditions of the grant of such loans are not prejudicial to the company's interest.

(c) In our opinion and according to the information and explanations given to us

Chalakudy: "Krishna Arcade", Near Marathompilly Sreekrishna Temple, KSRTC Road, Chalakudy - 680 307
Phone - Off: L: 0480 2960504, Off: M: 80788 37443, Partner: 94471 00504, Email : Off: ckmauditors@ckmca.com, Managing Partner: manikandan@ckmca.com
Website:www.ckmca.com

by the company, in respect of the loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has been stipulated by the company. Considering the company is a Non-Banking financial company registered under the provisions of RBI Act, 1934 and the rules made thereunder, in pursuance of it's compliance with the provisions of said Act/Rules, particularly the Income recognition, Asset classification, Provisioning norms, Prudential regulating monitors the repayment of principal and payment of interest by it's borrowers as stipulated. In cases where repayment of principal and payment of interest is not received as stipulated, the cognizance thereof is taken by the company in the course it's periodic regulatory reporting. Further for the instances where there are delay or default in repayment of principal and/or interest and in respect of which the company has recognized necessary provisions in accordance with the guidelines issued by Reserve Bank of India (RBI) for income recognition, and asset classification.

(d) In respect of the loans and advances in nature of loans, the total amount overdue for more than 90 days as at 31st March 2026 is amounting to Rs.969.65 Lakhs, against which appropriate provision has been made. The company has taken necessary steps for the recovery of principal and interest. The details are given in the below table.

Type of Loan	No of cases	Principal overdue (Amounts in lakhs)	Remarks
Gold Loan	55	213.56	These cases are classified as NPA as per RBI IRACP norms and income recognition also been done as per RBI-IRACP norms.
Business Loan	73	59.29	
Vehicle Loan	92	466.48	
Mortgage Loan	34	90.63	
Two wheeler loan	183	108.01	
Micro Finance loan	331	31.68	
Total	**768**	**969.65**	

(e) The company is a Non-Banking Financial company and the principal business is to give loans, hence the requirement to report on clause 3(iii)(e) is not applicable to the Company.

(f) According to the information and explanation provided to us, the Company has not granted any loans and / or advances in the nature of loans, either repayable on demand or without specifying any terms or period of repayment during the year. Hence the requirement to report on clause 3(iii)(f) is not applicable to the Company.

iv. In our opinion and according to the information and explanations given to us, in respect of investments made by the Company, the provisions of Section 186 of the Companies Act, 2013 have been complied with. The Company has not granted any loans, provided any guarantees or given any securities to which the provisions of Sections 185 and 186 of the Companies Act, 2013 are applicable.

v. In our opinion and according to the information and explanation given to us, the Company has not accepted any deposits from public or amounts which are deemed to be deposits during the year which attract the directives issued by the Reserve Bank of India. Being a Non-Banking Finance Company registered with Reserve Bank of India, the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Rules framed there under regarding acceptance of deposits are not applicable. Hence the requirement to report on clause 3(v) is not applicable to the Company.

vi. Being a Non- Banking Finance Company, maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act. Hence the requirement to report on clause 3(vi) is not applicable to the Company.

vii.

a) The Company is regular in depositing undisputed statutory dues including provident fund, employers state insurance, income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities. There are no arrears of statutory dues as at the last day of the financial year concerned for a period of more than six months from the date on which they became payable.

b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise and value added tax which have not been deposited on account of any dispute, except the amounts disclosed in Note No. 28 Contingent liabilities forming part of the Financial Statements.

viii. In our opinion and according to the information and explanation given to us, there are no transactions which were not recorded in the books of accounts which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

ix. (a) In our opinion and according to the information and explanation given to us, the Company has not defaulted in repayment of loans/ other borrowings or in the payment of interest thereon to any lender during the period.

(b) In our opinion and according to the information and explanation given to us, the company is not declared willful defaulter by any bank or financial institution or other lender.

(c) In our opinion and according to the information and explanation given to us, the term loans were applied for the purpose for which the loans were obtained.

(d) In our opinion and according to the information and explanation given to us, the company has not utilized the funds raised on short term basis for long term purposes.

(e) In our opinion and according to the information and explanation given to us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

(f) In our opinion and according to the information and explanation given to us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

x. (a) In our opinion and according to the information and explanations given to us, the company has not raised money by way of initial public offer or further public offer during the year. Hence the requirement to report on clause 3(x) (a) is not applicable to the Company.

(b) In our opinion and according to the information and explanations given to us, the company has made private placement of equity shares amounting to Rs. 2250.00 Lakhs . The company has not made any preferential allotment or private placement of convertible debentures (fully, partially or optionally convertible) during the year. The funds raised have been used for the purposes for which the funds were raised.

xi. (a) According to the information and explanations given to us, there was fraud case amounting to Rs. 9.49 lakhs reported in the company during the year and appropriate provision has been provided for the same. No fraud by the Company has been noticed or reported during the year, nor have we been informed of any such instance by the Management.

(b) There is no report under sub-section (12) of section 143 of the Companies Act that is required to be filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) According to the information and explanations given to us and based on our examination of the records of the Company, no whistle – blower complaints have been received during the year by the company.

xii. As the Company is not a Nidhi Company, paragraph 3(xii) (a), (b) and (c) of the Order is not applicable.

xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Section 177 and 188 of the Companies Act, 2013 and the details of such transactions have been disclosed in the Notes to the financial statements of the Company as required by the applicable Accounting Standards.

xiv. (a) The company has an internal audit system commensurate with the size and nature of its business;

(b) The reports of the Internal Auditors for the period under audit were considered by the statutory auditors on a random basis. The reports of the internal auditors for the year under audit are in accordance with the guidance provided in SA 610 'Using the Work of Internal Auditors' , issued by the Institute of Chartered Accountants of India.

xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with the directors or persons connected with them. Hence the requirement to report on clause 3(xv) is not applicable to the Company.

xvi. (a) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has obtained the required registration under Section 45-IA of the Reserve Bank of India Act, 1934.

(b) The company has conducted Non-Banking Financial activities with a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.

(c) The company is not a Core investment company (CIC) as defined in the regulations made by the Reserve Bank of India, Hence paragraph 3 (xvi)(c) of the order is not applicable to the company.

(d) In our opinion, there is no core investment company within the Group to which the company belongs (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016). Hence the requirement to report on clause 3(xvi)(d) of the order is not applicable to the company.

xvii. According to the information and explanations given to us and based on our examination of the records of the Company, the company has not incurred cash losses in the financial year and in the immediately preceding financial year.

xviii. According to the information and explanations given to us, there is no resignation of statutory auditors during the year and hence the requirement to report on clause 3 (xviii) of the order is not applicable to the company.

xix. According to the information and explanations given to us and based on our examination of the records of the Company, on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report, that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due, within a period of one year from the balance sheet date.
We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from

the balance sheet date, will get discharged by the Company as and when they fall due.

xx. According to the information and explanations given to us and based on our examination of the records of the Company, Section 135 of the Companies Act 2013 is not applicable to the company and hence requirement to report on clause 3(xx)(a)and (b) of the order are not applicable to the company.

xxi. Since this is a standalone financial statement, Paragraph 3(xxi) of the order is not applicable.

For MANIKANDAN & ASSOCIATES
Chartered Accountants
Firm Reg. No.008520S

C.K Manikandan
Managing Partner
Membership No. 208654
UDIN: 26208654CIHXNK3957

Chalakudy
30th May 2026

Annexure B to the Independent Auditor's Report

Referred to in Paragraph 2 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date

We have audited the Balance Sheet of Manappuram Asset Finance Limited for the year ended as on March 31, 2026, the Statement of Profit and Loss and Cash Flow Statement for the year then ended annexed thereto. As required by the Non-Banking Financial Companies Auditors' Report (Reserve Bank) Direction, 2016, and according to the information and explanations given to us, we provide herewith, a statement on the matters specified in paragraphs 3 and 4 of the aforesaid directions;

i. The company is engaged in the business of Non-Banking Financial Institution and it has obtained the certificate of registration as provided in section 45-IA of the Reserve Bank of India Act, 1934.

ii. The Company is entitled to continue to hold the Certificate of Registration in terms of the Asset/ Income pattern as on March 31, 2026.

iii. The Board of Directors of the Company has passed a resolution for non-acceptance of public deposit.

iv. The Company has not accepted any public deposit during the period under review.

v. According to the information and explanation given to us, the Company has complied with the prudential norms on Income Recognition, Accounting Standards, Asset Classification, Provisioning for bad and doubtful debts as specified in the direction issued by the Reserve Bank of India in terms of the Master Direction – Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023.

vi. The capital adequacy ratio as disclosed in the return submitted to Reserve Bank of India in terms of Master Direction – Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023 has been correctly arrived and such ratio is in compliance with the minimum Capital to Risk-Weighted Assets Ratio (CRAR) as prescribed by the Reserve Bank of India.

vii. The Company has furnished to Reserve Bank of India the annual statement of Capital Fund, risk assets and risk assets ratio within the stipulated period.

viii. The Company has not been classified as Non-Banking Financial Company-Micro Finance Institution (NBFC-MFI) for the year ended March 31, 2026.

ix. The company has complied with the Net Owned Fund requirements as laid down in " Master Direction-Reserve Bank of India (Non-Banking Financial Company-Scale Based Regulation) Directions,2023.

The report has been issued pursuant to the Non-Banking Financial Companies Auditors' Report (Reserve Bank) Direction, 2016 and is issued to the Board of Directors of the Company as required by Paragraph 2 of such directions and should not be used for any other purpose.

For MANIKANDAN & ASSOCIATES
Chartered Accountants
Firm Reg. No.008520S

C K Manikandan
Managing Partner
Membership No. 208654
UDIN: 26208654CIHXNK3957
Chalakudy
30th May 2026

Annexure C to the Independent Auditor's Report

Referred to in Paragraph 3(h) under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date

Independent Auditor's Report on the Internal Financial Controls with reference to the aforesaid Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act").

Opinion

We have audited the internal financial controls over financial reporting of Manappuram Asset Finance Limited ("the Company") as of March 31, 2026 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

In our opinion, the Company has in all material respects, an adequate internal financial control over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2026, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the guidance note issued by the ICAI.

Management's Responsibility for Internal Financial Controls

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

Auditors Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We have conducted our audit in accordance with the guidance note on audit of internal financial controls over financial reporting (the "Guidance Note") and the standards on auditing ("the Standards") issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

MANIKANDAN & ASSOCIATES CHALAKUDY 680 307 CHARTERED ACCOUNTANTS misstatements of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Control over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide a reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

i. pertains to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and the dispositions of the assets of the Company;

ii. provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made in accordance with authorization of the management and directors of the Company; and

iii. provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent limitation of internal financial controls over financial reporting

Because of the inherent limitation of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to fraud or error may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of the changes in conditions, or that the degree of compliance with policies or procedures may deteriorate.

For MANIKANDAN & ASSOCIATES
Chartered Accountants
Firm Reg. No.008520S

C.K Manikandan
Managing Partner
Membership No. 208654
UDIN: 26208654CIHXNK3957

Chalakudy
30th May 2026

MANAPPURAM ASSET FINANCE LIMITED
CIN:U65921KL1987PLC004810
BALANCE SHEET AS AT 31ST MARCH 2026
(All amounts are in Lakhs unless otherwise stated)

Particulars	Note No.	As at 31st March 2026	As at 31st March 2025
I EQUITY AND LIABILITY			
1 Shareholders' Funds			
a Share Capital	3	9775.00	7525.00
b Reserves and Surplus	4	414.22	106.58
c Money received against share warrants		-	-
2 Share application money pending allotment		-	-
3 Non-Current Liabilities			
a Long Term Borrowings	5	25811.24	18023.56
b Deffered Tax Liabilities		-	-
c Other Long Term Liabilities		-	-
d Long Term Provisions		-	-
4 Current Liabilities			
a Short Term Borrowings	6	33927.56	23355.31
b Trade Payables		-	-
(A) total outstanding dues of micro enterprises and small enterprises; and		-	-
(B) total outstanding dues of creditors other than micro enterprises and small enterprises.		-	-
c Other Current Liabilities	7	4131.44	3788.22
d Short Term Provisions	8	462.65	760.64
TOTAL		**74522.11**	53559.31
II ASSETS			
1 Non-Current Assets			
a Property, Plant & Equipment and Intangible Assets			
i) Property, Plant & Equipment	9A	1891.89	1737.81
ii) Intangible Assets	9B	49.09	19.51
iii) Capital Work in Progress		-	-
iv) Intangible Assets under Development		-	-
b Non Current Investments	10	791.18	-
c Deferred Tax Assets *(Net)*	11	238.54	282.39
d Long Term Loans and Advances	12	11101.78	14280.39
e Other Non-Current Assets	13	501.18	475.19
2 Current Assets			
a Current Investments		-	-
b Trade Receivables		-	-
c Cash and Cash Equivalents	14	208.43	1105.03
d Short Term Loans and Advances	12	57734.55	33700.86
e Other Current Assets	15	2005.47	1958.13
TOTAL		74522.11	53559.31

The accompanying notes are an integral part of the financial statements

As per our report of even date
For Manikandan & Associates
Chartered Accountants
Firm Reg No: 008520S

C K Manikandan
Managing Partner
Membership No: 208654
UDIN: 26208654CIHXNK3957

For and on behalf of the Board of Directors of Manappuram Asset Finance Limited

Jyothy Prasannan	V Venugopalan	A K Mohanan
Managing Director	Director	Director
DIN: 00044371	DIN:01312286	DIN:06440548
David Romy Jose P	Krishnaraj P	Unnikrishnan K S
Chief Executive Officer	Chief Financial Officer	Company Secretary

30/05/26

Chalakudy
30th May 2026

Valappad
30th May 2026

MANAPPURAM ASSET FINANCE LIMITED
CIN: U65921KL1987PLC004810
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2026

(All amounts are in Lakhs unless otherwise stated)

	Particulars	Note No.	Year Ended 31st March 2026	Year Ended 31st March 2025
I	Revenue From Operations	16	11996.84	10363.62
II	Other Income	17	646.45	709.29
III	**Total Income (I+II)**		**12643.29**	**11072.91**
IV	Expenses			
	Employee Benefit Expenses	18	3214.74	3115.28
	Finance Costs	19	5427.08	4295.28
	Depreciation and Amortization	20	229.42	214.03
	Other Expenses	21	3339.35	3264.76
	Total Expense		**12210.59**	**10889.35**
V	**Profit before exceptional and extra ordinary items and tax (III-IV)**		432.70	183.56
VI	Exceptional Items		-	-
VII	Profit before extra ordinary items and tax (V-VI)		432.70	183.56
VIII	Extra ordinary items		-	-
IX	**Profit before tax (VII-VIII)**		432.70	183.56
X	Tax expenses:			
	(1) Current Tax		81.21	107.95
	(2) Deferred tax	10	43.85	-46.40
XI	Profit / (Loss) for the period from continuing operations (IX-X)		307.64	122.01
XII	Profit / (Loss) from discontinuing Operations		-	-
XIII	Tax expense of discontinuing operations		-	-
XIV	Profit / (Loss) from discontinuing Operations (After Tax) (XII-XIII)		-	-
XV	**Profit/(loss) for the year (XI+XIV)**		307.64	122.01
XVI	**Earnings per equity share**	22		
	(Nominal value per share ₹*10)*			
	Basic (₹)		0.35	0.18
	Diluted (₹)		0.35	0.18

The accompanying notes are an integral part of the financial statements

As per our report of even date
For **Manikandan & Associates**
Chartered Accountants
Firm Reg No: 008520S

C K Manikandan
Managing Partner
Membership No: 208654
UDIN: 26208654CIHXNK3957

For and on behalf of the Board of Directors of
Manappuram Asset Finance Limited

Jyothy Prasannan
Managing Director
DIN: 00044371

V Venugopalan
Director
DIN:01312286

A K Mohanan
Director
DIN:06440548

David Romy Jose P
Chief Executive Officer

Krishnaraj P
Chief Financial Officer

Unnikrishnan K S
Company Secretary

Chalakudy
30th May 2026

Valappad
30th May 2026

MANAPPURAM ASSET FINANCE LIMITED
CASH FLOW STATEMENT FOR THE PERIOD ENDED 31ST MARCH 2026
CIN:U65921KL1987PLC004810

(All amounts are in Lakhs unless otherwise stated)

Particulars	As at 31st March 2026	As at 31st March 2025
Cash flow from operating activities		
Profit before tax	432.70	183.56
Less: Income Tax Paid	-81.21	-
Non-cash adjustment to reconcile profit before tax to net cash flows	-	-
Depreciation and amortization	-	-
Provision for standard and non performing assets	-	127.24
Bad debts written off	-	1298.45
(Profit)/Loss on sale of Asset	-	-
Operating profit before working capital changes	351.49	1609.25
Movements in working capital :	-	-
Increase/ (decrease) in other current liabilities&Provisions	45.23	711.43
Decrease / (increase) in long-term loans and advances	3178.61	146.39
Decrease / (increase) in other non-current assets	-25.99	88.41
Decrease / (increase) in short-term loans and advances	-24033.69	-10046.87
Decrease / (increase) in current investments	-	-
Decrease / (increase) in other current assets	-47.34	-634.30
Cash generated from /(used in) operations	-20883.18	-9734.94
Net cash flow from/ (used in) operating activities (A)	**-20531.69**	**-8125.69**
Cash flows from investing activities		
Purchase of fixed assets, including CWIP and capital advances	-189.69	-515.61
Purchase of Investments	-791.18	-
Sale of Fixed Asset	6.04	264.27
Net cash flow from/ (used in) investing activities (B)	**-974.83**	**-251.34**
Cash flows from financing activities		
Long-term borrowings (net)	7787.68	1483.32
Short-term borrowings (net)	10572.25	6087.42
Proceeds from issue of Equity Share Capital	2250.00	1500.00
Net cash flow from/ (used in) in financing activities (C)	20609.92	9070.74
Net increase/(decrease) in cash and cash equivalents (A + B + C)	-896.60	693.70
Cash and cash equivalents at the beginning of the year	1105.03	411.33
Cash and cash equivalents at the end of the year	**208.43**	**1105.03**
Components of cash and cash equivalents		
Cash on hand	28.63	95.02
With banks- on current account	170.47	410.01
-on deposit account	-	600.00
-Earmarked Accounts	9.33	-
Total cash and cash equivalents (note 13)	208.43	1105.03

Summary of significant accounting policies
The accompanying notes are an integral part of the financial statements.

As per our report of even date
For Manikandan &Associates
Chartered Accountants
Firm Reg No: 008520S

MANIKANDAN & ASSOCIATES CHALAKUDY 680 307 CHARTERED ACCOUNTANTS

C K Manikandan
Managing Partner
Membership No: 208654
UDIN: 26208654CIHXNK3957

For and on behalf of the Board of Directors of
Manappuram Asset Finance Limited

Jyothy Prasannan
Managing Director
DIN: 00044371

V Venugopalan
Director
DIN:01312286

A K Mohanan
Director
DIN:06440548

30/05/26

David Romy Jose P
Chief Executive Officer

Krishnaraj P
Chief Financial Officer

Unnikrishnan K S
Company Secretary

Chalakudy
30th May, 2026

Valappad
30th May, 2026

MANAPPURAM ASSET FINANCE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026

1. Corporate Information

Manappuram Asset Finance Limited was incorporated on June 24, 1987 in Kerala. The company is a non-deposit accepting Non-Banking Financial Company (NBFC). The company is registered with the Reserve Bank of India(RBI), Ministry of corporate Affairs(MCA).

The registration details are as follows

RBI : B.16.00031

Corporate Identity Number (CIN) : U65921KL1987PLC004810

The company is engaged in wide range of fund-based services including Gold loan, hypothecation loan, Mortgage loan, Business loan, Micro Finance loan and Two wheeler loan. The RBI, under Scale Based Regulation (SBR) had categorized the company in Middle Layer (NBFC-ML) vide its circular date September 30, 2022

2. Basis of Preparation

The financial statements of the Company have been prepared in accordance with Generally Accepted Accounting Principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the Accounting Standards specified under Section 133 of the Companies Act 2013 read with Companies (Accounting Standards) Rules, 2021 and the guidelines issued by the Reserve Bank of India as applicable to a non-deposit accepting NBFC. The financial statements have been prepared under historical cost convention and on accrual basis except for interest on Non-Performing Assets which are recognised on realisation basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

2.1 Significant Accounting Policies

Significant Accounting Policies adopted in the Preparation and Presentation of Financial Statements are as under-:

a) Use Of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring material adjustment to the carrying amounts of assets or liabilities in future periods.

b) (i) Property, Plant & Equipment

As per AS 10, Property, Plant and Equipment are stated at cost less accumulated depreciation and impairment losses if any. The cost comprises purchase price, borrowing costs if capitalisation criteria are met and any cost directly attributable to bring the asset to its working condition for its intended use.

Depreciation on PPEs has been provided on Written Down Value method at the rates prescribed in Schedule II to the Companies Act,2013. Depreciation on additions in Property, Plant and Equipment are provided on pro-rata basis.

(ii) Intangible Assets

As per AS 26 ,Intangible assets are stated at cost less accumulated amortisation and accumulated impairment losses, if any. Cost includes purchase price and any expenditure directly attributable to preparing the asset for its intended use.

Amortisation on intangible assets is provided on the Written Down Value (WDV) method over their estimated useful lives. Amortisation on additions and disposals is provided on a pro-rata basis.

c) Investments

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 Non-Current Investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Quoted current investments for each category is valued at cost or market value whichever is lower. Unquoted investments in the units of mutual fund in the nature of current investment are valued at the net asset value declared by the mutual fund in respect of each particular scheme. Non-Current investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the investments.

(i) Non-Current Investments

Investment in Security Receipts:

The Security Receipts represent the Company's beneficial interest in the Trust established by the Asset Reconstruction Company for recovery of the underlying financial assets. As per the terms of the Trust and the Binding Bid, the Trust has an initial tenure of five years, which may be extended by a further period of up to three years in accordance with the applicable regulatory framework. Since the expected period of realization of the Security Receipts exceeds twelve months from the reporting date, the investment in Security Receipts has been classified under Non-Current Investments and are valued/accounted in accordance with the applicable RBI Directions.

d) Impairment of Assets

As per AS 28, the company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life. No impairment during the year.

e) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

(a) __Interest Income from Loans__

Interest income on performing loan assets is recognised on accrual basis / effective interest rate basis, as applicable. In respect of non-performing assets, where instalments are overdue, income recognition is carried out on realisation basis in accordance with applicable prudential norms prescribed by Reserve Bank of India. Any interest income recognised earlier and remaining unrealised upon such assets being classified as non-performing is reversed in the books of account.

(b) __Interest Income from Deposits__

Interest income on deposits and other interest-bearing instruments is recognised on a time proportion basis, taking into account the principal amount outstanding and the applicable rate of interest.

(c) __Documentation Charges__

Documentation charges recovered from borrowers in connection with sanction and disbursement of loans are recognised as income when the related services are rendered and there is reasonable certainty of ultimate collection.

(d) __Service Charges__

Service charges and other ancillary charges recovered from customers are recognised as income when the related services are performed in accordance with the terms of the underlying arrangements.

(e) ***Recovery Towards Expenses***

Amounts recovered from customers towards expenses incurred on their behalf, including legal, repossession, valuation and other recovery-related expenses, are recognised upon recovery where there is reasonable certainty regarding collection.

(f) ***Bad Debts Recovered***

Recoveries from loan accounts previously written off are recognised as income on actual receipt basis.

(g) ***Other Income***

Other income is recognised when the Company's right to receive such income is established, and it is probable that the economic benefits associated with the transaction will flow to the Company and the amount can be measured reliably.

f) Employee Benefits

Employee benefits are accounted for in accordance with the requirements of Accounting Standard (AS) 15 - Employee Benefits.

(1) Short-term Employee Benefits

Short-term employee benefits, including salaries, wages, bonus, compensated absences expected to be settled within twelve months and other employee benefits, are recognised as an expense in the Statement of Profit and Loss in the period in which the related service is rendered by employees.

(2) Defined Contribution Plans

The Company's contribution to Provident Fund and other defined contribution schemes is recognised as an expense in the Statement of Profit and Loss in the period in which the employee renders the related service. The Company has no further obligation beyond the contributions made to the respective funds.

(3) Defined Benefit Plans

Gratuity payable under the Payment of Gratuity Act which is a defined benefit scheme is accrued and provided for on the basis of an actuarial valuation. The Company is having arrangement with LIC for payment of Gratuity. The Company fully contributes all ascertained liabilities to LIC without routing it through Trust bank account. Trustees administer contributions made to the trust and contributions are invested in a scheme of insurance with the IRDA approved Insurance Company. Bonus payable for the period is provided on Pro-rata basis.

(4) Long-term Employee Benefits

Liability in respect of long-term employee benefits, such as compensated absences and other benefits not expected to be settled wholly within twelve months after the end of the period in which employees render the related service, is determined on the basis of an actuarial valuation and recognised in the Statement of Profit and Loss.

g) Borrowing Cost

Borrowing costs directly attributable to the acquisition, construction or production of an asset which takes a substantial period of time to get ready for its intended use are capitalised as part of the cost of the respective asset as per AS 16. All other borrowing costs are expensed in the year they occur.

h) Taxation

(i) Current Tax

As per AS 22, Income Tax expense comprises current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 enacted in India.

(ii) Deferred Tax

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. The carrying amount of deferred tax assets are reviewed at each Balance Sheet date. The Company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain ,as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised.

i) Earnings Per Share

As per AS 20, Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity share holders by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year are adjusted for events of bonus issue; bonus element in a right issue to existing share holders; share split; and reverse share split, if any.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless they have been issued at a later date. In computing the dilutive earnings per share, only potential equity shares that are dilutive and that either reduces the earnings per share or increases loss per share are included.

j) Provisions

(a) A provision is recognised when an enterprise has a present obligation as a result of past event 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 .These are reviewed at each Balance Sheet date and adjusted to reflect the current management estimates.

(b) Provisioning policy for gold loan and other portfolio loans Secured loans are classified /provided for as per management's best estimates, subject to minimum provision required as per Master Direction - Reserve Bank of India (Non-Banking Financial Company - Scale Based Regulation) Directions, 2023 .The provisions made are as follows:

Gold and other loans

Asset Classification	Provisioning policy
Standard Assets	0.4 %
Sub-standard Assets	10% on Outstanding
Doubtful Assets	100% of unsecured portion
Doubtful Assets Up to one year	100% of unsecured portion + 20 % of Secured Portion
Doubtful Assets One to three years	100% of unsecured portion + 30 % of Secured Portion , Gold loan 100%
Doubtful Assets More than three years	100% of unsecured portion + 50 % of Secured Portion
Loss Assets	100 %

An additional adhoc provision of 50% on MFI Sub standard asset is made based on the internal risk evaluation of the individual accounts by the management.

(c) While classifying the asset into Standard Assets, Sub-Standard Assets and Doubtful Assets,

due consideration is given for accounts which are fully recovered and settled subsequent to the Balance Sheet date, but before the approval of the Financial Statements
Statements.

k) Segment Reporting

The Company primarily operates in the business of lending loans and its operations are in India. Accordingly no segment reporting is applicable.

l) Cash And Cash Equivalents

Cash and cash equivalents in the Balance Sheet comprise cash in hand, cash at bank and deposits having a maturity of less than 3 months.

m) Leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term, are classified as operating leases. Operating lease payments in respect of non-cancellable leases are recognised as an expense in the statement of profit and loss on a straight line basis over the lease term.

n) Assets held for sale

The Company follows the due procedure as laid down under the Securities and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI) to take possession of assets given as collateral, u/s 13 of the Act to recover the amount due to the company. Such properties which are under legal possession by the company are classified as 'Asset Held for Sale' under non-current assets. Assets possessed are to be sold after completing the due process. Surplus fund if any realized from the sale of such properties are to be refunded to the customers / obligators. The company records them in the Financial Statements at lower of the amount receivables to the company or realizable value of such properties.

o) Contingent Liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events which is beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. The Company does not recognise a contingent liability but discloses its existence in the financial statements.

p) Transfer of Loan Exposures - Securitization and Direct Assignment

a) <u>Direct Assignment Transactions</u>

Direct Assignment transactions are accounted for in accordance with the applicable Reserve Bank of India (RBI) guidelines. Loan assets assigned under Direct Assignment arrangements are derecognised upon transfer in accordance with the terms of the assignment agreements and applicable regulatory requirements. Any realised profit, loss or premium arising on assignment of loan assets is recognised in the Statement of Profit and Loss in the period of transfer. Unrealised gains if any, including those attributable to expected future excess spread or margin income, are not recognised in the Statement of Profit and Loss. Such gains are recognised in the Statement of Profit and Loss upon realisation. Interest Income relating to the Company's retained interest in the assigned loan portfolio, where applicable, is recognised in the Statement of Profit and Loss in accordance with the applicable accounting standards and regulatory guidelines. Amounts collected on behalf of assignees are recognised as a liability until remitted, and interest attributable thereto is recognised as a finance cost in the Statement of Profit and Loss.

b) ***Securitization Transactions***

Securitisation transactions are accounted for in accordance with the applicable Reserve Bank of India (RBI) guidelines. The Company derecognises non-performing asset (NPA) loan assets from the books of account where the transfer qualifies for derecognition in accordance with the applicable RBI guidelines governing securitisation and the terms of the assignment agreement. The consideration received may comprise cash and/or security receipts. Any gain or loss arising on such securitisation transactions is determined after netting off the provisions previously recognised against the assigned NPA loan assets, and is recognised in the Statement of Profit and Loss in the period in which the transfer is completed.

(All amounts are in Lakhs unless otherwise stated)

3 Share Capital

Particulars	As at 31st March 2026	As at 31st March 2025
Authorised shares		
1100,00,000 (31 March 2025: 8,00,00,000) Equity shares of ₹ 10/- each	11000.00	8000.00
Issued,subscribed and fully paid-up shares		
9,77,50,000(31 March 2025:7,52,50,000) Equity shares of ₹ 10/- each	9775.00	7525.00
Total Issued, Subscribed and Fully Paid-up Share Capital	**9775.00**	**7525.00**

a) Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share.In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

b) Details of Shareholders holding more than 5% shares in the Company

Particulars	As at 31st March 2026		As at 31st March 2025	
Equity Shares :-	**Number**	**% holding in the class**	**Number**	**% holding in the class**
Shares of ₹ 10 each fully paid				
Nandakumar V P	95,703,500	97.91%	73,203,500	97.28%

(as per records of the Company, including its Register of Shareholders/Members and other declarations received from share holders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares)

c) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Particulars	As at 31st March 2026		As at 31st March 2025	
Equity Shares:-	**Number**	**Amount**	**Number**	**Amount**
At the beginning of the year	75,250,000	7525.00	60,250,000	6025.00
Issued during the period	22,500,000	2250.00	15,000,000	1500.00
Outstanding at the end of the period	**97,750,000.00**	**9775.00**	**75,250,000**	**7525.00**

MANAPPURAM ASSET FINANCE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026
(All amounts are in Lakhs unless otherwise stated)

d)Details of share held by the promoter and % of change.

Shares held by promoter at the end of the year			% of Total Shares as on 01-04-2025	% of Total Shares as on 01-04-2026	% of change during the year
Promoter name	No of Shares as on 01-04-2025	No of Shares as on 31-03-2026			
Nandakumar V P	73,203,500	95,703,500	97.28%	97.91%	0.63%
Sushama Nandakumar	1,967,500	1,967,500	2.61%	2.01%	-0.60%
TOTAL	75,171,000	97,671,000	99.90%	99.92%	0.02%

MANAPPURAM ASSET FINANCE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026
(All amounts are in Lakhs unless otherwise stated)

4 Reserves and Surplus

Particulars	As at 31st March 2026	As at 31 st March 2025
Statutory reserve		
Balance as per the last financial statements	346.00	320.60
Add: Transferred from Profit and loss account	62.53	25.40
Closing Balance	**408.53**	**346.00**
General reserve		
Balance as per the last financial statements	15.87	15.87
Closing Balance	**15.87**	**15.87**
Surplus/(deficit) in the statement of profit and loss		
Balance as per Last Financial Statements	-255.29	-351.88
Add: Profit/(loss) during the year	307.64	122.01
Less: Transferred to Statutory Reserve	62.53	25.40
Net surplus in the statement of Profit and Loss	**-10.18**	**-255.29**
Total	**414.22**	**106.58**

MANAPPURAM ASSET FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026

(All amounts are in Lakhs unless otherwise stated)

5 Long Term Borrowings

Particulars	Non-Current		Current maturities		Total	
	As at 31st March 2026	As at 31 st March 2025	As at 31st March 2026	As at 31 st March 2025	As at 31st March 2026	As at 31 st March 2025
A) Sub-ordinated debt (Unsecured)						
Subordinated Debt	6148.67	4476.26	27.00	676.82	6175.67	5153.08
B) Debentures (Secured)						
Non-Convertible Cumulative Debentures	4105.53	3927.13	770.80	867.83	4876.33	4794.96
Non-Convertible Non Cumulative Debentures	6293.75	7331.25	2090.50	548.15	8384.25	7879.40
C) Borrowings from Banks & Financial Institutions					-	-
Term loans					-	-
From Banks:					-	-
State Bank of India					-	-
City Union Bank	-	-	-	677.26	-	677.26
IDFC Bank	2250.00	-	600.00	-	2850.00	-
Tamilnadu Merchantile Bank	638.89	-	333.33	-	972.22	-
Unity Small Finance Bank	500.00	-	333.33	-	833.33	-
Capital Small Finance Bank	625.00	-	1250.00	-	1875.00	-
Equitas Small Finance Bank	655.66	-	666.81	-	1322.47	-
Jana Small Finance Bank	266.67	-	2000.00	-	2266.67	-
Utkarsh Small Finance	666.67	-	2000.00	-	2666.67	-
	233.33	-	2000.00	-	2233.33	-
From Financial Institutions:					-	-
Northern ARC Capital Limited	270.29	616.35	2071.94	1887.27	2342.23	2503.62
Vivriti Capital Limited	150.00	1077.49	1677.50	1570.00	1827.50	2647.49
Oxyzo Financial Services Limited	500.00	84.42	834.42	1013.04	1334.42	1097.46
Nabkisan Finance Ltd	562.34	510.66	1197.39	766.30	1759.73	1276.96
Piramal Finance Limited	-	-	833.33	-	833.33	-
STCI Finance Limited	944.44	-	666.67	-	1611.11	-
Anand Rathi Global Finance	1000.00	-	1000.00	-	2000.00	-
Total	25811.24	18023.56	20353.02	8006.68	46164.26	26030.24
The above amount includes:						
Secured borrowings	19662.57	13547.30	20326.02	7329.86	39988.59	20877.16
Unsecured borrowings	6148.67	4476.26	27.00	676.82	6175.67	5153.08
Amount disclosed under the head "Short Term borrowings" *(Note 6)*	-	-	-20353.02	-8006.68	-20353.02	-8006.68
Net amount	25811.24	18023.56	-	-	25811.24	18023.56

Security details of long term borrowings are given under Note No.6

(All amounts are in Lakhs unless otherwise stated)

5 Long Term Borrowings (contd.)

A] Subordinate debt

Subordinate debts have a face value of ₹ 1,000/- each. Details of rate of interest and maturity pattern as on the date of the balance sheet is as under:

As on 31st March 2026:-

Redeemable at par within	Rate of interest							
	<10%		>= 10% < 12%		>= 12% < 14%		Total	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount
Due within 4-5 years	-	.00	244	1699.41	-	-	244.00	1699.41
Due within 3-4 years	95.00	584.05	70	400.00	-	-	165.00	984.05
Due within 2-3 years	113.00	712.65	67	621.51	-	-	180.00	1334.16
Due within 1- 2 years	249.00	1852.30	57	278.75	-	-	306.00	2131.05
Due within 1 year	-	.00	4	27.00	-	-	4.00	27.00
Grand Total	**457.00**	**3149.00**	**442**	**3026.67**	**-**	**-**	**899.00**	**6175.67**

As on 31st March 2025:-

Redeemable at par within	Rate of interest							
	<10%		>= 10% < 12%		>= 12% < 14%		Total	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount
Due within 4-5 years	58,405.00	584.05	40,000	400.00	-	-	98,405.00	984.05
Due within 3-4 years	71,265.00	712.65	62,151	621.51	-	-	1,33,416.00	1334.16
Due within 2-3 years	1,85,230.00	1852.30	27,875	278.75	-	-	2,13,105.00	2131.05
Due within 1- 2 years	-	.00	2,700	27.00	-	-	2,700.00	27.00
Due within 1 year	-	.00	67,682	676.82	-	-	67,682.00	676.82
Grand Total	**3,14,900.00**	**3149.00**	**2,00,408**	**2004.08**	**-**	**-**	**5,15,308.00**	**5153.08**

(All amounts are in Lakhs unless otherwise stated)

5 Long Term Borrowings (contd.)

B] Debentures (Secured)

i) Non Convertible Debentures of ₹ 1,000/- each. Details of rate of interest and maturity pattern as on the date of the balance sheet is as under:

As on 31st March 2026:-

Redeemable at par within	Rate of interest							
	<10%		>= 10% < 12%		>= 12% < 14%		Total	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount
Due within 6-7 years		-		-		-	-	-
Due within 5-6 years								-
Due within 4-5 years	-	-	33	523.45	-	-	33.00	523.45
Due within 3-4 years	63	541.50	178	1767.04	-	-	241.00	2308.54
Due within 2-3 years	131	2009.49	174	2148.25	-	-	305.00	4157.74
Due within 1-2 years	51	654.30	163	2655.25	1	100.00	215.00	3409.55
Due within 1 year	-	-	234	2111.30	6	750.00	240.00	2861.30
Grand Total	**245.00**	**3205.29**	**782.00**	**9205.29**	**7.00**	**850.00**	**1,034.00**	**13260.58**

As on 31st March 2025:-

Redeemable at par within	Rate of interest							
	<10%		>= 10% < 12%		>= 12% < 14%		Total	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount
Due within 6-7 years			-	-	-	-	-	-
Due within 4-5 years	57,000	570.00	1,80,604	1806.04	-		2,37,604.00	2376.04
Due within 3-4 years	2,07,449	2074.49	36,700	367.00	-		2,44,149.00	2441.49
Due within 2-3 years	68,430	684.30	2,68,525	2685.25	20,000.00	200.00	3,56,955.00	3569.55
Due within 1-2 years	-		2,12,130	2121.30	75,000.00	750.00	2,87,130.00	2871.30
Due within 1 year	8,750	87.50	1,32,848	1328.48	-		1,41,598.00	1415.98
	-	-	-	-	-	-	-	-
Grand Total	**341629**	**3416.29**	**8,30,807**	**8308.07**	**95,000.00**	**950.00**	**12,67,436.00**	**12674.36**

ii) Nature of Security

Secured by a floating charge on book debts including un-encumbered gold loan (excluding gold loan receivables specifically pledged/hypothecated to banks and financial institutions) , HP receivables and other unencumbered assets including fixed assets of the company. The company shall maintain a minimum 100% security cover on the outstanding balance of debentures with accrued interest at any time.

Debentures are offered for a period of 24 months to 84 months.

MANAPPURAM ASSET FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026

(All amounts are in Lakhs unless otherwise stated)

5 Long Term Borrowings (contd.)

iii) Non Convertible Debentures of ₹ 1,000/- each - Date wise classification

Sl. No	Date of Issue	Outstanding	Interest rates(%)	Tenure (Months)
1	30-04-19	142.00	11.25-11.75	84
2	31-05-19	291.20	11.25-11.75	84
3	29-06-19	252.65	11.25-11.75	84
4	31-07-19	256.55	11.25-11.75	84
5	31-08-19	112.50	11.25-11.75	84
6	25-09-19	199.23	11.25-11.75	84
7	14-10-19	186.50	11.25-11.75	84
8	28-10-19	182.80	11.25-11.75	84
9	15-11-19	99.27	11.25-11.75	84
10	30-12-19	218.25	11.25-12	84
11	07-01-20	200.00	12	84
12	25-01-20	200.00	12	84
13	06-02-20	123.45	11.25-12	84
14	15-02-20	100.00	12	84
15	25-03-20	51.90	11.25-11.75	75-84
16	29-04-20	438.45	11.25-11.75	75-84
17	25-05-20	493.80	11.25-11.75	75-84
18	01-06-20	284.50	11.25-12	75-84
19	29-06-20	293.50	11-11.5	78-84
20	27-07-20	511.00	11-11.5	78-84
21	27-08-20	155.00	10-10.5	84
22	28-09-20	220.00	10-10.5	84
23	21-10-20	404.00	10-10.5	84
24	01-12-20	245.00	9.5-10	84
25	05-01-21	261.00	9-10	84
26	05-02-21	118.00	9-9.5	84
27	05-03-21	156.50	9-9.5	84
28	29-03-21	73.80	8.75-9.25	84
29	29-04-21	47.50	8.75-9.25	84
30	31-05-21	40.00	9.25	84
31	30-06-21	117.00	8.5-9	84
32	30-07-21	120.30	8.5-9	84
33	31-08-21	456.92	8.5-9	84
34	30-09-21	55.00	8.25-8.75	84
35	30-10-21	270.00	8.75-9.25	84
36	30-11-21	60.00	8.25	84
37	05-01-22	60.00	8.25	84
38	07-02-22	55.00	8.25-8.75	84
39	25-03-22	72.32	8.25-8.75	84
40	10-05-23	35.00	9.5-10	60

41	14-08-23	45.00	9.5-10	60
42	09-09-23	46.55	9.5	60
43	21-10-23	103.00	9.5-10	60
44	28-11-23	68.00	9.5-10	60
45	16-12-23	196.00	9.5-10	60
46	23-01-24	65.40	9.5-10	60
47	23-02-24	184.50	9.5-10	60
48	15-03-24	146.50	9.5-10	60
49	31-03-24	127.50	9.5-10	60
50	30-04-24	133.00	9.5-10	60
51	27-05-24	160.00	9.5-10	60
52	27-06-24	204.00	9.5-10	60
53	29-07-24	136.25	9.5-10	60
54	21-08-24	59.50	9.5-10	60
55	26-09-24	113.00	9.5-10	60
56	24-10-24	63.00	9.5-10	60
57	26-11-24	67.00	9.5-10	60
58	04-01-25	71.00	9.5-10	60
59	27-01-25	410.55	10-10.5	60
60	25-02-25	578.24	10-10.5	60
61	28-03-25	313.00	10-10.5	60
62	30-04-25	102.00	10-10.5	60
63	31-05-25	83.60	10.25-10.75	36
65	28-06-25	479.05	10.25-11	36
64	19-07-25	202.50	10.25-10.75	36
66	04-08-25	292.10	10.25-10.75	36
67	25-08-25	153.50	10.25-10.75	36
68	26-09-25	176.00	10.25-10.75	36
69	30-10-25	121.00	10.25-10.75	36
70	28-11-25	278.50	10.25-11	36
71	27-12-25	185.00	10.25-10.75	60
72	23-01-26	236.45	10.25-10.75	60
Total		**13260.58**		

(All amounts are in Lakhs unless otherwise stated)

6 Short Term Borrowings

Particulars		As at 31st March 2026	As at 31 st March 2025
Loans repayable on demand			
A) From Banks :			
A)	Dhanlaxmi Bank	6257.91	6184.39
B)	South Indian Bank	1481.65	1226.80
C)	State Bank of India	2369.85	2871.21
D)	Catholic Syrian Bank	650.98	1553.53
E)	Federal Bank	1369.18	1168.86
F)	City Union Bank	974.11	2343.84
G)	Tamilnad Mercantile Bank	470.86	-
B) Current Maturities of Long Term Borrowings		20353.02	8006.68
Total		33927.56	23355.31

MANAPPURAM ASSET FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026

(All amounts are in Lakhs unless otherwise stated)

Details of security and rate of interest of long term and short term borrowings are as under :-

Sl No	Facility availed from	Type of Facility	Rate of interest	Tenure	Primary security	Collateral/Other security	Sanction limit
1	Dhanlaxmi Bank Ltd	CC/WCDL	1 Yr. MCLR 10.10%+0.30%. Current ROI - 10.20%	Repayable on demand	Paripassu First Charge on Hypothecation of Gold Loan receivables (Both present and future of the company along with other members under MBA, excluding NPAs	Personal Guarantee of Mr. V P Nandakumar and V S Prasannan	6300.00
2	State Bank of India	CC/WCDL	1.50 % above 6M MCLR (8.60% p.a.), present effective rate being 10.10 % with monthly rests.	Repayable on demand	Pari-passu first charge over standard gold loan receivables up to stage 1, both present and future, along with other secured lenders (Banks, FIs and NCD Holders)	1.Pari-passu first charge over non-current assets other than Loan receivables, both present and future, along with other secured lenders (Banks, FIs and NCD Holders). 2.Pari-passu first charge over entire current assets of the company (other than loan receivables), both present and future, along with other secured lenders (Banks, FIs and NCD holders). 3.Pari-passu first charge over receivables other than gold loan and mortgage loan receivables, both present and future, which are not specifically charged as security to any lenders. 4.Pari-passu Second charge over mortgage loan receivables, both present and future along with other secured lenders (Banks, FIs and NCD Holders) 5.Personal Guarantee of Mr. V P Nandakumar and Mrs. Jyothy Prasannan	4500.00
3	South Indian Bank Ltd	CC/WCDL	12 Month MCLR + 0.10% Current ROI - 9.80%	Repayable on demand	Pari-passu first charge by way of hypothecation of loan receivables of gold loan assets of the company which are standard and not overdue as per RBI guidelines with 25% margin, along with other banks in MBA.	1.Pari-passu first charge over non-current assets other than Loan receivables, both present and future, along with other secured lenders. 2.Pari-passu first charge over entire current assets of the company (other than loan receivables), both present and future, along with other secured lenders. 3.Pari-passu first charge over hypothecation and business loan receivables, both present and future, which are not specifically charged	1500.00
4	CSB Bank	CC/WCDL	ODBD - Six Month MCLR + 45 Bps WCDL- 3 Month MCLR + 95 Bps Current ROI- 10.05%	Repayable on demand	Pari passu first charge on the gold loan receivables which are standard and not older than 180 days, with a minimum margin of 25%.	Personal Guarantee of Mr. V P Nandakumar and V S Prasannan	1500.00
5	Federal Bank Ltd	CC/WCDL	CC - 1 Year MCLR + 0.80% WCDL - 6 Month MCLR + 0.85% Current ROI - 10.10%	Repayable on demand	Hypothecation of entire Gold loan receivables (including interest accrued on Gold Loan) of the Company on first Pari passu basis with other lenders inMultiple Banking arrangement.	1. Charge on other Current assets of the Company (both present and future), on pari passu basis with other lenders in the Multiple Banking arrangement. 2. Personal Guaranree of Mr. V P Nandakumar	1500.00
6	City Union Bank Ltd	CC/WCDL	One Year MCLR + Spread + Stalegic Discount = 10.50%	Repayable on demand	Pari passu first charge over gold loan receivables both present and future along with other secured lenders (Bank, Fis, NCD holders)	1.Pari-passu first charge over non-current assets other than Loan receivables, both present and future, along with other secured lenders. 2.Pari-passu first charge over entire current assets of the company (other than loan receivables), both present and future, along with other secured lenders. 3.Pari-passu first charge over hypothecation and business loan receivables, both present and future, which are not specifically charged as security to any lenders. 4.Pari-passu Second charge over mortgage loan receivables, both present and future along with other secured lender. 5.Personal Guarantee of Mr. V P Nandakumar and Mrs. V S Prasannan	1000.00
7	City Union Bank Ltd	CC/WCDL		5 Year			3000.00

8	Tamilnad Mercantile Bank	CC/WCDL	MCLR + CRP + BSS =10.00%	Repayable on demand	First Pari-passu charge on entire chargeable current assets of MAAFIN, including the present loan receivables and future loan receivables arising out of onward ledning.	Personal Guarantee of Mr. V P Nandakumar	500.00
9	Tamilnad Mercantile Bank	CC/WCDL	MCLR + CRP + BSS =10.25%	36 Months			1000.00
10	IDFC First Bank	CC/WCDL	CC - IDFC First Bank 12 Month MCLR + 0.35% spread p.a.p.m WCDL- IDFC First Bank 6 Month MCLR + 0.55% spread p.a.p.m	Repayable on demand	First Pari-passu charge of present and future book debts and receivables with a security cover of 1.20x.	Personal Guarantee of Mr. V P Nandakumar and Mrs. Jyothy Prasannan	500.00
11	IDFC First Bank	CC/WCDL	IDFC First Bank 12 Month MCLR + 0.35% spread p.a.p.m	36 Months			7000.00
12	Unity Small Finance Bank	Term Loan	Repo Rate + 525 Basis points Current ROI - 10.50%	24 Months	First charge on pari-passu basis on standard gold loan receivables (0DPD) to the extent of 1.25x	Personal Guarantee of Mr. V P Nandakumar	2500.00
13	Equitas Small Finance Bank	Term Loan	10.75% (Floating rate linked to Repo rate with a spread of 5.50%)	15 Months	First pari-passu charge by way hypothecation of gold loan receivables of the Company, both present and future, with a cover of 1.20x of the outstanding loan.	Personal Guarantee of Mr. V P Nandakumar	2500.00
14	Capital Small Finance Bank	Term Loan	10.75%	24 Months	Hypothecation of Book Debts to the extent of 110% of exposure reated out of CSFB funding (first charge on pari passu basis).	Personal Guarantee of Mr. V P Nandakumar and Mrs. Jyothy Prasannan	1500.00
15	Jana Small Finance Bank	Term Loan	10.75% (EBLR+spread of 5.25%. EBLR presently 5.50%)	18 Months	First Charge on paripassu basis on standard gold receivables (0 DPD).	Personal Guarantee of Mr. V P Nandakumar and Mrs. Jyothy Prasannan	3000.00
16	Utkarsh Small Finance Bank	Term Loan	Floating Rate with Quarterly Reset to be linked with 10 Yrs. G-Sec (GSBLR)	15 Months	First pari-passu charge by way of hypothecation of all chargeable current assets, book debts, loans & advances and receivables including gold loan receivables of the company, both present and future, with a cover of 1.15x of the outstanding loan.	Personal Guarantee of Mr. V P Nandakumar and Mrs. Jyothy Prasannan	2500.00
17	Northern Arc Capital Ltd	Term Loan	FBLR of 15.55% plus Spread of -4.55%, effective rate 11.00%	18 Months	First pari passu charge on all existing and future gold loan receivables	Personal Guarantee of Mr. V P Nandakumar and Mr V S Prasannan	1500.00
18	Northern Arc Capital Ltd	Term Loan	FBLR of 15.55% plus Spread of -4.55%, effective rate 11.00%	18 Months	First pari passu charge on all existing and future gold loan receivables	Personal Guarantee of Mr. V P Nandakumar and Mr V S Prasannan	790.00
19	Northern Arc Capital Ltd	Term Loan	FBLR of 15.55% plus Spread of -4.65%, effective rate 10.90%	18 Months	First pari passu charge on all existing and future gold loan receivables	Personal Guarantee of Mr. V P Nandakumar and Mrs. Jyothy Prasannan	1500.00
20	Vivriti Capital Ltd	Term Loan	12-monthly VCL index currently equal to 9.15% per annum + 1.85% per annum	30 Months	First and exclusive charge by way of hypothecation over the Mortgage loan receivables (more specifically set out in the Hypothecation agreement) and any other asset, property or right that the Borrower acquires using the proceeds of the Loan Facility	Personal Guarantee of Mr. V P Nandakumar and Mr V S Prasannan	2500.00
21	Vivriti Capital Ltd	Term Loan	12-monthly VCL index currently equal to 9.20% per annum+1.80% per annum	24 Months	First and exclusive charge by way of hypothecation over the Gold loan receivables and any other asset, property or right that the Borrower acquires using the proceeds of the Loan Facility	Personal Guarantee of Mr. V P Nandakumar and Mr V S Prasannan	500.00

22	Vivriti Capital Ltd	Term Loan	12-monthly VCL index currently equal to 9.20% per annum + 1.90% per annum	30 Months	First and exclusive charge by way of hypothecation over the Mortgage loan receivables (more specifically set out in the Hypothecation agreement) and any other asset, property or right that the Borrower acquires using the proceeds of the Loan Facility	Personal Guarantee of Mr. V P Nandakumar and Mr V S Prasannan	800.00
23	Vivriti Capital Ltd	Term Loan	6-monthly VCL index currently equal to 9.05% per annum + 2.10% per annum	24 Months	First and exclusive charge by way of hypothecation over the Gold loan receivables and any other asset, property or right that the Borrower acquires using the proceeds of the Loan Facility	Personal Guarantee of Mr. V P Nandakumar and Mr V S Prasannan	1200.00
24	Oxyzo Financial Services Ltd	Term Loan	11.00% p.a fixed payable monthly	24 Months	First ranking exclusive chargeby way of hypothecation over certain identified receivables (Hypothecated Assets) originated by the Borrower from the Facility availed from the Lender, value of which shall not be less than the	Personal Guarantee of Mr. V P Nandakumar	2000.00
25	Oxyzo Financial Services Ltd	Term Loan	10.90% p.a fixed payable monthly	24 Months	First ranking exclusive charge by way of hypothecation over certain identified mortgage loan receivables (Hypothecated Assets) value of which shall not be less than	Personal Guarantee of Mr. V P Nandakumar	1500.00
26	Nabkisan Finance Ltd	Term Loan	11.00% p.a fixed payable at monthly rests	24 Months	First and exclusive charge by way of hypothecation of 125% of standard book debts.The charge to be maintained at all time during the currency of loan.	Personal Guarantee of Mr. V P Nandakumar and Mr V S Prasannan	1500.00
27	Nabkisan Finance Ltd	Term Loan	10.90% p.a fixed payable at monthly rests	24 Months	First and exclusive charge by way of hypothecation of 115% of standard book debts.The charge to be maintained at all time during the currency of loan.	Personal Guarantee of Mr. V P Nandakumar and Mrs. Jyothy Prasannan	1500.00
28	Piramal Finance Ltd	Term Loan	11.05% p.a.p.m. Interest Rate for the facility shall be the Lenders Prime Lending Rate minus the spread, per annum, plus applicable statutory levy or taxes.	18 Months	Exclusive charge over the allocated Book Debts of the Mortgage Loan of the Borrower, both present and future, comprising a minimum security cover.	Personal Guarantee of Mr. V P Nandakumar and Mr V S Prasannan	1500.00
29	STCI Finance Ltd	Term Loan	11.25% per annum payable monthly.	36 Months	Exclusive hypothecation charge of sepcific book debts/receivables arising from Vehicle Loans fulfilling the following criteria: i. Arising out of secured loans ii. Of principal dues only, and which are standard assets iii. With a coverage of 1.20 times the dues to STCI	Personal Guarantee of Mr. V P Nandakumar and Mr V S Prasannan	2000.00
30	Anand Rathi	Term Loan	11.00%	24 Months	First pari-passu charge via deed of hypothecation over the standard asset portfolio of receivables (gold loans) including present and future receivables with security cover of 1.20 times.	Personal Guarantee of Mr. V P Nandakumar and Mrs. Jyothy Prasannan	2000.00

MANAPPURAM ASSET FINANCE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026
(All amounts are in Lakhs unless otherwise stated)

7 Other Current Liabilities

Particulars		As at 31st March 2026	As at 31 st March 2025
A)	Interest accrued but not due on borrowings	2835.42	3256.07
B)	Statutory Dues Payable	107.76	95.37
C)	Payable for employees	207.23	271.81
D)	Payable for expenses	297.51	109.14
E)	Retention	12.31	3.88
F)	Unclaimed Matured NCD (Trustee Account)*	.46	.46
(Deposited in Trustee Bank A/c:-Canara Bank,Valappad Branch)			
G)	Other liabilities	138.06	51.49
H)	Securitisation Payable on Direct Assignment	532.69	-
Total		4131.44	3788.22

(i)	Liability towards Investor Education and Protection Fund towards unpaid dividends and unpaid matured debentures and interest on matured debentures	Nil	Nil

(ii) There are no Micro and Small Enterprises to whom the Company owes dues, which are outstanding for more than 45 days as at 31st March, 2026 and 31st March, 2025.This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available within the Company.

8 Short Term Provisions

Particulars	As at 31st March 2026	As at 31 st March 2025
A) Contingent Provision against Standard Assets	269.28	182.58
B) Provision for NPA	183.36	478.05
C) Provision for spurious gold liability	10.01	17.48
D) Provision for tax	-	82.53
Total	462.65	760.64

(All amounts are in Lakhs unless otherwise stated)

9 Property, Plant and Equipment and Intangible Assets

	Property,Plant & Equipment	Gross Block					Accumulated Depreciation/Amortization Expense					Net Block	
		Balance as at 01.04.2025	Additions	Disposals	Revaluations/ Impairements	Balance as at 31.03.2026	Balance as at 01.04.2025	Depreciation/ Amortization Expense charge for the year	Adjustment due to revaluations	On disposals	Balance as at 31.03.2026	Balance as at 31.03.2026	Balance as at 31.03.2025
9A	**Property,Plant & Equipment**												
	Land*	1070.33	81.63	86.11	-	1065.84	-	-	-		-	1065.84	1070.33
	Buildings	125.74			-	125.74	41.46	4.01			45.47	80.27	84.28
	Electrical installations & equipments	451.66	125.82	6.33		571.15	205.00	74.89		4.22	275.66	295.49	246.66
	Furniture and fixtures	637.71	194.75	.50	-	831.96	352.23	90.11		.18	442.16	389.80	285.48
	Vehicles	17.70	-		-	17.70	16.82				16.81	.88	.88
	Computer and accessories	256.67	49.57	1.69		304.54	206.48	40.09		1.64	244.93	59.61	50.18
	Total(A)	**2559.81**	**451.77**	**94.63**	-	**2916.94**	**821.99**	**209.10**	-	**6.04**	**1025.03**	**1891.89**	**1737.81**
9B	**Intangible Assets**												
	Computer Software	144.96	49.90	-	-	194.86	125.45	20.32		-	145.76	49.09	19.51
	Total (B)	**144.96**	**49.90**	-	-	**194.86**	**125.45**	**20.32**	-	-	**145.76**	**49.09**	**19.51**
	Total (A + B)	**2704.77**	**501.67**	**94.63**	-	**3111.80**	**947.44**	**229.42**	-	**6.04**	**1170.79**	**1940.98**	**1757.32**

*Land and building addition of Rs 81,63,031/- is 6 number of lands acquired from 6 defaulted customers through litigation process. All these properties were registered in the name of company during the FY.

10 Non Current Investments

Particulars	As at 31 st March 2026	As at 31 st March 2025
Security Receipts	791.18	-
Total	791.18	-

11 Deferred Tax Asset (Net)

Particulars	As at 31st March 2026	As at 31 st March 2025
Deferred tax asset		
A) Fixed assets: Impact of difference between tax depreciation and depreciation/amortization charged for the financial reporting	142.06	131.69
B) Tax effect of Provision for standard and doubtful debts	96.48	150.70
C) Unabsorbed business loss	-	-
Total	**238.54**	**282.39**

Particulars	As at 31st March 2026	As at 31 st March 2025
Deferred Tax Opening Balance	282.39	235.98
Less: Deferred Tax Closing Balance	238.54	282.38
Deferred Tax Expense/ (Income)	43.85	-46.40

MANAPPURAM ASSET FINANCE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026
(All amounts are in Lakhs unless otherwise stated)

12 Loans and Advances

Portfolio Loan #	Non-Current		Current		Total	
	As at 31st March 2026	As at 31 st March 2025	As at 31st March 2026	As at 31 st March 2025	As at 31st March 2026	As at 31 st March 2025
Secured, considered good						
Gold loan			53010.99	27442.03	53010.99	27442.03
Hypothecation loans	3901.30	4782.40	1753.53	2051.80	5654.83	6834.20
Mortgage Loan	6671.50	7758.34	1881.69	1791.48	8553.19	9549.82
Two wheeler loan	77.81	285.93	167.18	501.56	244.99	787.49
					-	-
Total	**10650.61**	**12826.67**	**56813.39**	**31786.87**	**67464.00**	**44613.54**
Secured, considered doubtful						
Gold loan	-	-	213.56	212.82	213.56	212.82
Hypothecation loans	326.90	279.63	139.58	129.46	466.48	409.09
Mortgage Loan	64.60	858.05	26.02	206.11	90.62	1064.17
Two wheeler loan	11.83	41.68	96.19	108.92	108.01	150.59
Total	**403.33**	**1179.36**	**475.35**	**657.31**	**878.67**	**1836.67**
Unsecured, considered good					-	-
Business Loan	2.60	65.80	40.07	260.93	42.67	326.73
Micro Finance Loan		110.18	56.66	594.12	56.66	704.29
Total	**2.60**	**175.98**	**96.72**	**855.05**	**99.33**	**1031.03**
Unsecured, considered doubtful						-
Business Loan	45.24	82.24	14.05	90.66	59.29	172.89
Hypothecation loans		3.80		-	-	3.80
Mortgage Loan					-	-
Micro Finance Loan		12.34	31.68	182.98	31.68	195.32
Total	**45.24**	**98.38**	**45.73**	**273.64**	**90.97**	**372.02**
Advances recoverable in cash or kind (Other than Portfolio Loans)						
Advances Unsecured, considered good - Prepaid Expense	-	-	303.36	128.01	303.36	128.01
	-				-	
Total	-	-	**303.36**	**128.01**	**303.36**	**128.01**
Advances recoverable in cash or kind from relative of Directors and related parties	-	-	-	-	-	-
Grand Total	**11101.78**	**14280.39**	**57734.55**	**33700.86**	**68836.33**	**47981.26**

(All amounts are in Lakhs unless otherwise stated)

12 Loans and Advances (Contnd.)

Gold loan to total asset		
Particulars	**As at 31st March 2026**	**As at 31 st March 2025**
Total Gold Loan Portfolio	53224.55	27654.85
Total Assets	74522.11	53559.31
Gold Loan Portfolio as a percentage of Total Assets	71%	52%

Particulars	**As at 31st March 2026**	**As at 31 st March 2025**
Loans and advances due by directors or other officers of the company or any of them either severally or jointly with any other persons or amounts due by firms or private companies respectively in which any director is a partner or a director or a member.	NIL	NIL

(All amounts are in Lakhs unless otherwise stated)

13 Non Current Assets

Particulars	As at 31st March 2026	As at 31 st March 2025
A) Rent and Electricity deposits	223.20	171.77
B) Sales Tax and Other Security Deposit	6.17	14.08
C) Other Security Deposit	3.90	5.90
D) Telephone Deposits	.31	.31
E) Income Tax Deposit for appeal	26.50	27.35
F) Assets held for sale*	241.10	255.78
TOTAL	**501.18**	**475.19**

* Asset Held for Sale represent 7 nos of immovable properties (previous year 9 nos) acquired u/s 13 of Securities and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI) valued at lower of the amount receivables or realisable value of these assets.

MANAPPURAM ASSET FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026

(All amounts are in Lakhs unless otherwise stated)

14 Cash and Cash Equivalents

Particulars	As at 31 st March 2026	As at 31 st March 2025
i) Cash &Cash Equivalents:		
a. Balance with banks		
-On current accounts	170.47	410.01
-EarMarked Accounts (Includes Unclaimed Auction Surplus)	9.33	-
b. Cash on hand	28.63	95.02
c. Fixed deposit with bank	-	600.00
Total	**208.43**	**1105.03**

15 Other Current Assets

Particulars	As at 31 st March 2026	As at 31 st March 2025
A) Interest Receivable on Gold loan	1445.30	1505.86
B) Interest Receivable on Mortgage Loan	125.86	127.03
C) Interest Receivable on Hypothecation Loans	81.87	98.03
D) Interest Receivable on Business Loan	.96	6.56
E) Interest receivable on Two wheeler loan	3.91	10.68
F) Interest receivable on Microfinance loan	1.38	10.56
G) GST Credit Available	190.03	87.31
H) Advance Income Tax & tax deducted at source *(net of provisions)*	88.19	73.76
I) Debenture Trustee account *	.49	.49
* (Includes Unclaimed NCD of Rs 46,196/-deposited in Trustee's bank Account)		
J) Sundry Receivables	67.48	37.85
K) Income tax refund receivable	-	-
Total	**2005.47**	**1958.13**

MANAPPURAM ASSET FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026

(All amounts are in Lakhs unless otherwise stated)

16 Revenue From Operations

Particulars	Year Ended 31st March 2026	Year Ended 31st March 2025
Interest:		
- from Gold Loan	8056.41	5623.45
- from Mortgage Loan	2065.19	2088.09
- from Hypothecation	1400.84	1578.85
- from Business Loan	48.36	142.52
- from Two Wheeler Loan	121.09	263.70
- from Micro Finance Loan	100.70	405.79
Revenue from other Financial Services:		
Documentation Charges Received	87.51	162.26
Service Charges Received	116.74	80.72
Commission Income	-	18.24
Total	**11996.84**	**10363.62**

17 Other Income

Particulars	Year Ended 31st March 2026	Year Ended 31st March 2025
Interest on Fixed Deposit	19.40	12.54
Recovery towards Expenses	46.18	47.31
Profit on sale of fixed asset	-	21.44
Other Income	82.12	175.79
Bad Debts Recovered	498.75	452.21
Total	**646.45**	**709.29**

MANAPPURAM ASSET FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026

(All amounts are in Lakhs unless otherwise stated)

18 Employee Benefit Expenses

Particulars	Year Ended 31st March 2026	Year Ended 31st March 2025
Salaries & Allowances	2945.08	2822.32
Contribution to Provident and other funds	182.21	203.81
Gratuity	63.48	61.27
Staff welfare expenses	23.97	27.88
Total	**3214.74**	**3115.28**

19 Finance Costs

Particulars	Year Ended 31st March 2026	Year Ended 31st March 2025
Interest on Debentures	1636.29	1535.52
Interest on Subordinate debt	589.21	559.17
Interest on Cash Credit	2132.95	1472.37
Interest Paid to other Financial Institutions	1058.08	728.22
Interest on Securitisation	10.55	-
Total	5427.08	4295.28

20 Depreciation and Amortization

Particulars	Year Ended 31st March 2026	Year Ended 31st March 2025
Depreciation of assets	229.42	214.03
Total	**229.42**	**214.03**

MANAPPURAM ASSET FINANCE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026
(All amounts are in Lakhs unless otherwise stated)

21 Other Expenses

Particulars	Year Ended 31st March 2026	Year Ended 31st March 2025
Advertising and sales promotion	72.54	66.30
Bad debts written off	928.64	1298.45
Provision for doubtful debts and advances	-96.30	93.88
Provision for Standard assets	86.70	33.37
Provision for Spurious gold (net of provision reversal)	-7.47	-
Bank charges	151.22	116.38
Commission	90.76	126.30
Loss on Sale of Fixed assets	19.78	-
Directors' sitting fees	11.52	10.20
Fuel Expense	2.48	3.86
GST	1.06	.39
Insurance	28.70	9.28
Meeting Expenses	6.77	2.94
Membership and Subscription	10.45	2.21
Royalty Expenses	1.04	-
Miscellaneous expenses	-	-
Office Expenses	71.92	48.39
Payment to auditor *(Refer details below)*	6.00	5.40
Postage	28.82	22.36
Printing and stationery	46.94	41.02
Professional Charges	476.81	405.49
Loan processing fee	85.28	68.53
Legal & Court Fee	83.81	76.59
Rates and taxes	54.92	50.77
Rent	448.98	330.56
Repairs and maintenance	60.31	53.81
Security charges	105.95	15.85
Telephone Expenses	84.43	70.27
Travelling and conveyance	224.48	247.12
Water & Electricity	48.94	43.93
Record Keeping Charge	3.26	2.32
Fixed Assets written off	-	14.70
Loss on sale of ARC	200.62	-
Tax and fee	-	4.09
Total	**3339.35**	**3264.76**

MANAPPURAM ASSET FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026

(All amounts are in Lakhs unless otherwise stated)

Particulars	Year Ended 31st March 2026	Year Ended 31st March 2025
Payment to the auditor:		
for Statutory audit	6.00	5.33
for taxation matters	-	-
for other services	-	.08
for reimbursement of expenses		-
Total	**6.00**	**5.40**

MANAPPURAM ASSET FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026

(All amounts are in Lakhs unless otherwise stated)

22 Earnings Per Share (EPS)

The following reflects the profit and share data used in the basic and diluted EPS computations:

Particulars	Year Ended 31st March 2026	Year Ended 31st March 2025
Total operations for the year :-		
Profit/(loss) after tax	307.64	122.01
Less: Dividends on convertible preference shares & tax thereon	-	-
Net profit/(loss) for calculation of basic EPS (A)	307.64	122.01
Net profit as above	307.64	122.01
Add : dividends on convertible preference shares & tax thereon	-	-
Add : interest on bonds convertible into equity shares (net of tax)	-	-
Net profit/(loss) for calculation of diluted EPS (B)	307.64	122.01
Weighted average number of equity shares in calculating basic EPS (C)	8,73,52,740	6,90,28,082
Effect of dilution:-		
Convertible Preference Shares	-	-
Weighted average number of equity shares in calculating diluted EPS (D)	8,73,52,740	6,90,28,082
Earnings Per Share (A/C)	0.35	0.18
(Basic)		
Earnings Per Share (B/D)	0.35	0.18
(Diluted)		

23. As per Accounting Standard 18, the disclosures of transactions with the related parties as defined in the Accounting Standard are given below:

I) List of related parties where control exists and related parties with whom transaction have taken place and relationships.

Relationship	Name of the party
Key Management Personnel	Ms. Jyothy Prasannan(Managing Director) Mr. V S Prasannan (Managing Director till 26.09.25) Mr. Titu Prasannan (Executive Director) Mr.Unnikrishnan K S(Company Secretary) Mr. David Romy Jose (Chief Executive Officer) Mr. Krishnaraj P (Chief Financial Officer)
Independenet Director	Mr. K.V Bhasi
Non- executive Director(Chairman)	Mr. V.Venugopalan
Non-executive Director	Mr. A.K Mohanan
Non- executive Director	Mr. V.S Vyasababu
Independenet Director	Mr.Santhakumar K
Independenet Director	Mr.V.K Vijayakumar
Independenet Director	Mr. Nandakumar K
Associates / Enterprises owned or significantly influenced by key management personnel or their relatives	Manappuram Finance Limited Manappuram Jewellers Limited* Manappuram Chits (India) Limited* Manappuram Chit Funds Company Private Limited* Manappuram Chits Company (Karnataka) Private Limited * Manappuram Comptech and Consultants Limited Manappuram Construction and Consultants Limited* Manappuram Healthcare Limited* Maben Nidhi Limited* Asirvad Micro Finance Limited* Manappuram Home Finance Limited* Manappuram Insurance Brokers Limited* Manappuram Agro Farms Limited Manappuram Foundation (Charitable Trust)* Manappuram Chits * MAGRO farms* Ridhvi Construction and Interior Pvt Ltd* Trichur Heart Hospital Ltd* Invest Inn private Ltd* CA Santhakumar K, Chartered Accountants*

	V Venugopalan & Associates* MAFIN Enterprises* Manappuram Travels* Veegaland Developers Ltd*
Relatives of Key managerial Personnel/director	Mr.V.P Nandakumar Ms. Sushama Nandakumar Mr. V S Prasannan Dr. P.D.Prasannan Anupama Sajeet

*No transactions were carried out with these related parties during the year under review.

The list of related parties and related party transactions disclosed herein has been provided and confirmed by the Management.

II) Disclosures of transaction with the related parties

Particulars	Associates / Enterprises owned or significantly influenced by key management personnel or their relatives		Key Management Personnel/Directors		Relatives of key management personnel/directors		Total	
	31-Mar-26	31-Mar-25	31-Mar-26	31-Mar-25	31-Mar-26	31-Mar-25	31-Mar-26	31-Mar-25
Maximum Outstanding during the year								
Borrowing								
A. Debenture Outstanding	-	-	30.89	32.53	**123.12**	**112.62**	**154.01**	**145.15**
P D Prasannan					92.28	82.68	92.28	82.68
Sushama Nandakumar					6.25	5.62	6.25	5.62
Titu Prasannan			15.25	14.98			15.25	14.98
V S Prasannan			15.64	17.55			15.64	17.55
Jyothy Prasannan					6.06	5.58	6.06	5.58
Anupama Sajeet					18.54	18.74	18.54	18.74
B. Subordinate debt Outstanding	-	-	**34.95**	**32.13**	**62.50**	**48.47**	**97.45**	**80.60**
Titu Prasannan			21.74	20.04			21.74	20.04
Sushama Nandakumar					42.46	29.76	42.46	29.76
V S Prasannan			13.21	12.08			13.21	12.08

MANAPPURAM ASSET FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026

Anupama Sajeet					20.03	18.71	20.03	18.71
Deposits	-	-	-	-	-	-	-	-
Manapuram Constructions and consultants limited		-	-	-	-	-	-	-
Advances	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Outstanding During the year								
Borrowings								
A. Debenture Outstanding	-	-	**10.00**	**20.37**	**96.63**	**111.37**	**106.63**	**131.75**
P D Prasannan					90.62	81.75	90.62	81.75
Sushama Nandakumar						5.56	-	5.56
Titu Prasannan				14.81			-	14.81
V S Prasannan			10.00	5.56			10.00	5.56
Jyothy Prasannan					6.00	5.53	6.00	5.53
Anupama Sajeet						18.54	-	18.54
B. Subordinate debt Outstanding	-	-	**34.62**	**31.83**	**61.93**	**47.99**	**96.55**	**79.82**
Titu Prasannan			21.54	19.86			21.54	19.86
Sushama Nandakumar					42.11	29.48	42.11	29.48
V S Prasannan			13.08	11.97			13.08	11.97
Anupama Sajeet					19.81	18.50	19.81	18.50
Deposits								
Security Deposit (o/s balance)	-	-	-	-	-	-	-	-
Manappuram Construction and consultants limited	-		-	-	-	-	-	-
Outstanding During the year								
Advances	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Purchase of Fixed assets/Other assets	**42.65**	**4.42**	-	-	-	-	**42.65**	**4.42**
Manappuram Comptech and Consulants Ltd	34.43	4.42					34.43	4.42
Manappuram Finance Limited	8.22						8.22	

Sale of Fixed assets/Other assets	-	-	-	-	-	-	-	-
Interest paid								
A. Interest on Debenture	-	-	**2.57**	**5.00**	**12.94**	**12.07**	**15.51**	**17.07**
P D Prasannan					9.97	8.93	9.97	8.93
Sushama Nandakumar					.69	.61	.69	.61
Titu Prasannan			.44	3.28			.44	3.28
Sumitha Nandakumar			-	-		-	-	-
V S Prasannan			1.60	1.71			1.60	1.71
Anupama Sajeet					2.29	2.05	2.29	2.05
Jyothy Prasannan			.53			.48	.53	.48
B. Interest on Subordinate debt	-	-	**3.12**	**2.85**	**3.48**	**4.72**	**6.60**	**7.56**
V S Prasannan			1.24	1.13			1.24	1.13
Jyothy Prasannan							-	-
Anupama Sajeet					.55	2.04	.55	2.04
Sushama Nandakumar					2.94	2.68	2.94	2.68
Titu Prasannan			1.88	1.72			1.88	1.72
Interest Received	-	-	-	-	-	-	-	-
Others								
A. Recruitment,training expense and royalty	**1.04**	**2.78**	-	-	-	-	**1.04**	**2.78**
Manappuram Finance Limited	1.04	2.78					1.04	2.78
B. Vaccination Expenses	-	-	-	-	-	-	-	-
Manappuram Healthcare Limited							-	-
B. Sitting Fees	-	-	**10.56**	**9.36**	-	-	**10.56**	**9.36**
V Venugopalan			1.08	2.04			1.08	2.04
A.K.Mohanan			2.40	2.28			2.40	2.28
V S Vyasababu			.84	1.32			.84	1.32
KV Bhasi			1.68	2.28			1.68	2.28
Santhakumar K			1.92	.60			1.92	.60
Vijayakumar V			.84	.60			.84	.60
Nandakumar Kandammattil			1.80	.24			1.80	.24
C. Travelling expenses	-	-	**2.84**	**2.02**	-	-	**2.84**	**2.02**

V Venugopalan			.27	.42			.27	.42
A.K.Mohanan			.60	.45			.60	.45
V S Vyasababu			.21	.33			.21	.33
KV Bhasi			.42	.46			.42	.46
Santhakumar K			.48	.15			.48	.15
Vijayakumar V			.21	.15			.21	.15
Nandakumar Kandammattil			.65	.06			.65	.06
Outstanding During the year								
E. Expenses towards avaling of IT, Taxation, Legal Service And Supervision	**259.21**	**248.32**	-	-	-	-	**259.21**	**248.32**
Manappuram comptech and Consultants Ltd	259.21	248.32					259.21	248.32
F. Remuneration to Directors	-	-	**39.75**	**27.36**	-	-	**39.75**	**27.36**
Jyothi Prasannan			21.70				21.70	
V S Prasannan			8.96	18.24			8.96	18.24
Titu Prasannan			9.10	9.12			9.10	9.12
G. Remuneration to others	-	-	**75.39**	**72.48**	-	-	**75.39**	**72.48**
Krishnaraj P			24.56	24.11			24.56	24.11
David Romy			24.64	23.49			24.64	23.49
Unnikrishnan K S			26.19	24.89			26.19	24.89
H. Payable against availing of IT, Taxation & Legal Services	**.99**	**29.66**	-	-	-	-	**.99**	**29.66**
Manappuram Comptech and Consulants Ltd	-	29.66					-	29.66
Manappuram Finance Limited	.99	-					.99	
I. Income Recorded in the books	**2.01**	**1.92**	-	-	-	-	**2.01**	**1.92**
Rent received from Manappuram Agro Farms Limited	2.01	1.92					2.01	1.92

MANAPPURAM ASSET FINANCE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026

24. Gold and other loan portfolio classification and provision for Non-Performing Assets (As per RBI Directions)

Particulars	Gross Loan Outstanding		Provision For Assets		Net Loan Outstanding	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025
A) Gold Loan						
Standard Asset	53010.99	27442.03	211.07	109.77	52799.92	27332.26
Sub Standard Asset	11.52	145.74	1.15	14.57	10.37	131.17
Doubtful Asset	202.04	67.07	79.32	50.26	122.72	16.81
Loss Asset					.00	.00
Total - A	53224.55	27654.85	291.54	174.60	52933.01	27480.24
B) Hypothecation Loan						
Standard Asset	5654.83	6834.20	22.62	27.34	5632.21	6806.86
Sub Standard Asset	285.08	293.66	28.51	29.37	256.57	264.29
Doubtful Asset	181.39	119.23	36.28	26.88	145.11	92.35
Loss Asset					.00	.00
Total - B	6121.31	7247.08	87.41	83.59	6033.90	7163.50
C) Business Loan						
Standard Asset	42.67	326.74	.17	1.31	42.50	325.43
Sub Standard Asset	59.29	172.89	5.93	17.29	53.36	155.60
Doubtful Asset					.00	.00
Loss Asset	.00	.00	.00	.00		
Total - C	101.96	499.63	6.10	18.60	95.86	481.03
D)Mortgage Loan						
Standard Asset	8553.19	9549.82	34.21	38.20	8518.98	9511.62
Sub Standard Asset	90.63	371.27	9.06	37.13	81.56	334.14
Doubtful Asset		692.90		184.00	.00	508.90
Loss Asset		.00		.00	.00	.00
Total - D	8643.82	10613.99	43.28	259.33	8600.54	10354.66
E)Two Wheeler Loan						
Standard Asset	244.99	787.49	.98	3.15	244.01	784.34
Sub Standard Asset	43.21	92.36	4.32	9.24	38.89	83.12
Doubtful Asset	64.81	58.24	12.96	11.65	51.85	46.59
Loss Asset	.00	.00	.00	.00	.00	.00
Total - E	353.00	938.09	18.26	24.03	334.74	914.06
F)Micro Finance Loan						
Standard Asset	56.66	704.29	.23	2.82	56.43	701.47

Sub Standard Asset	31.68	195.32	15.84	97.66	15.84	97.66
Doubtful Asset		.00		.00	.00	.00
Loss Asset	.00	.00		.00	.00	.00
Total - F	88.33	899.61	16.07	100.48	72.27	799.13
Total (A+B+C+D+E+F)	**68532:97**	**47853.24**	**462.65**	**660.62**	**68070.32**	**47192.62**

Particulars	**Gross Loan Outstanding**		**Provision For Assets**		**Net Loan Outstanding**	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025
Standard Asset	67563.32	45644.57	269.28	182.58	67294.05	45461.99
Sub Standard Asset	521.40	1271.24	64.81	205.25	456.59	1065.99
Doubtful Asset	448.24	937.44	128.56	272.80	319.68	664.64
Loss Asset						
TOTAL	68532.97	47853.24	462.65	660.62	68070.32	47192.62
Gross NPA	969.65	2208.67				
Net NPA					776.28	1730.63
Gross Loan O/S	68532.97	47853.24				
Net Loan O/S					68070.32	47192.62
Gross NPA %	**1.41%**	**4.62%**	**0.00%**	**0.00%**	**0.00%**	**0.00%**
Net NPA %	**0.00%**	**0.00%**	**0.00%**	**0.00%**	**1.14%**	**3.67%**

25. Asset Held for Sale (Acquired under SARFAESI Act, 2002)

Asset Held for Sale represent 7 nos of immovable properties (previous year 9 nos) acquired u/s 13 of Securities and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI) valued at lower of the amount receivables or realisable value of these assets.

Disclosures as per RBI (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025

(All amounts are in lakhs unless otherwise stated)

26 The individual asset size of the Company is less than ₹ 1000 crores. However, consolidated asset size of the NBFCs in the Group is ₹1000 crore and above, hence the company is classified as Middle layer NBFC.The following disclosures are made in pursuance of Master Direction - Reserve Bank of India (Non-Banking Financial Company - Scale Based Regulation) Directions, 2023.

26.1 Capital

	Particulars	31-Mar-26	31-Mar-25
i)	CRAR (%)	17.35%	18.92%
ii)	CRAR - Tier I Capital (%)	13.03%	13.86%
iii)	CRAR - Tier II Capital (%)	4.32%	5.06%
iv)	Amount of subordinated debt raised as Tier-II capital	6,175.67	5,153.08
v)	Amount raised by issue of Perpetual Debt Instruments	Nil	Nil

26.2 Investments

	Particulars	31-Mar-26	31-Mar-25
I	**Value of Investments**		
(i)	Gross Value of Investments	791.18	Nil
(a)	In India	791.18	Nil
(b)	Outside India,	Nil	Nil
(ii)	Provisions for Depreciation		
(a)	In India	Nil	Nil
(b)	Outside India,	Nil	Nil
(iii)	Net Value of Investments		
(a)	In India	Nil	Nil
(b)	Outside India.	Nil	Nil
II	**Movement of provisions held towards depreciation on investments.**		
(i)	Opening balance	Nil	Nil
(ii)	Add : Provisions made during the year	Nil	Nil
(iii)	Less : Write-off / write-back of excess provisions during the year	Nil	Nil
(iv)	Closing balance	Nil	Nil

26.3 Derivatives

26.3.1 Forward Rate Agreement / Interest Rate Swap

	Particulars	31-Mar-26	31-Mar-25
(i)	The notional principal of swap agreements	Nil	Nil
(ii)	Losses which would be incurred if counterparties failed to fulfill their obligations under the agreements	Nil	Nil
(iii)	Collateral required by the applicable NBFC upon entering into swaps	Nil	Nil
(iv)	Concentration of credit risk arising from the swaps	Nil	Nil
(v)	The fair value of the swap book	Nil	Nil

26.3.2 Exchange Traded Interest Rate (IR) Derivatives

	Particulars	31-03-2026
(i)	Notional principal amount of exchange traded IR derivatives undertaken during the year (instrument-wise)	Nil
(ii)	Notional principal amount of exchange traded IR derivatives outstanding as on 31st March 2026 (instrument-wise)	Nil
(iii)	Notional principal amount of exchange traded IR derivatives outstanding and not "highly effective" (instrument-	Nil
(iv)	Mark-to-market value of exchange traded IR derivatives outstanding and not "highly effective" (instrument-wise)	Nil

26.3.3 Disclosures on Risk Exposure in Derivatives

Qualitative disclosures

Company does not have exposure to derivatives

Quantitative Disclosures

	Particulars	Currency Derivatives	Interest Rate Derivatives
(i)	Derivatives (Notional Principal Amount)		
	For hedging	Nil	Nil
(ii)	Marked to Market Positions [1]	Nil	Nil
a)	Asset (+)		
b)	Liability (-)		
(iii)	Credit Exposure [2]	Nil	Nil
(iv)	Unhedged Exposures	Nil	Nil

26.4 Asset Liability Management (ALM)

Maturity Pattern of Certain Items of Assets & Liabilities as at 31st March, 2026

Particulars	0 to 7 Days	8 to 14 Days	15 to 30/31 Days	Over 1 months upto 2 months	Over 2 months upto 3 months	Over 3 months and upto 6 months	Over 6 months and upto 1 Year	Over 1 Year and upto 3 Year	Over 3 Year and upto 5 Year	Over 5 Year	Total
Deposits	-	-	-	-	-	-	-	-	-	-	-
Advances	276.67	148.52	372.93	818.47	897.47	3,174.77	51,174.02	6,660.92	3,667.33	1,341.88	68,532.97
Investments	-	-	-	-	-	-	-	-	-	791.18	791.18
Borrowings	831.32	-	2,113.38	2,065.85	2,345.60	13,141.38	13,430.02	19,245.79	6,565.45	-	59,738.80
Foreign Currency Assets	-	-	-	-	-	-	-	-	-	-	-
Foreign Currency Liability	-	-	-	-	-	-	-	-	-	-	-

Maturity Pattern of certain Items of Assets & Liabilities as at31st March, 2025

Particulars	1 to 7 Days	8 to 14 Days	15 to 30/31 Days	Over 1 months upto 2 months	Over 2 months upto 3 months	Over 3 months and upto 6 months	Over 6 months and upto 1 Year	Over 1 Year and upto 3 Year	Over 3 Year and upto 5 Year	Over 5 Year	Total
Deposits	-	-	-	-	-	-	-	-	-	-	-
Advances	473.57	247.54	655.02	1,652.11	1,733.10	4,946.73	22,858.99	7,805.67	5,148.39	2,332.12	47,853.24
Investments	-	-	-	-	-	-	-	-	-	-	-
Borrowings	1,923.03		1,603.40	566.74	631.92	10,527.49	8,102.74	10,887.82	7,135.74		41,378.88
Foreign Currency Assets	-	-	-	-	-	-	-	-	-	-	-
Foreign Currency Liability	-	-	-	-	-	-	-	-	-	-	-

26.5 Corporate Governance

26.5.1 Composition of Board

Sl.No.	Name of the Director	Director Since	Capacity	DIN	Number of Board Meetings		No.of Other Directorships	Remuneration			No.of shares held in and convertible instruments held in the NBFC
					Held	Attended		Salary and other compensation	Sitting Fee	Commission	
85	Mrs. Jyothy Prasannan	26-Sep-25	MD	00044371	8	5	4	21.69	-	-	2500
86	Dr.V.Venugopalan	01-Aug-12	Non- Executive	01312286	8	8	0	-	1.08	-	2500
87	Mr. A.K. Mohanan	01-Dec-12	Non- Executive	06440548	8	8	3	-	2.40	-	2500
88	Mr V.S Vyasababu	18-Sep-15	Non- Executive	02478317	8	7	1	-	0.84	-	500
89	Mr. Titu Prasannan	18-Sep-15	Executive Director	02501274	8	8	1	9.09	-	-	500
90	Mr. Bhasi KV	20-Jul-22	Independent	09605807	8	7	0	-	1.68	-	0
91	Dr. Santha Kumar K	26-Sep-24	Independent	00595286	8	8	0	-	1.92	-	0
92	Dr. V K Vijayakumar	26-Sep-24	Independent	01898943	8	7	3	-	0.84	-	0
93	Mr. Nandakumar Kandammattil	27-Feb-25	Independent	08046994	8	8	0	-	1.80	-	0
94	V.S Prasannan	01-Aug-25	MD(resigned with effect from 26-09-	02460606	8	3	1	8.95	-	-	500

26.5.2 Details of change in composition of the board during the current and previous financial year

Sl.No.	Name of Director	Capacity	Nature of Change	Effective Date
1	Jyothy Prasannan	MD	Appointed as MD	26-Sep-25
2	V.S Prasannan	MD	Resigned from	26-Sep-25

26.5.3 Committes of the Board and their composition

Audit Committee

Sl.No:	Name of the Director	Member of committee	Capacity	Number of meetings		No.of shares held in the
				Held	Attended	
1	Mr. A.K. Mohanan	15-04-2013	Chairman	4	4	2500
2	Mr. Bhasi KV	20-07-2022	Member	4	4	0
3	Dr. Santha Kumar K	20-03-2025	Member	4	4	0

Risk Management Committee

Sl.No:	Name of the Director	Member of committee	Capacity	Number of meetings		No.of shares held in the
				Held	Attended	
1	Mr. A.K. Mohanan	05-06-2015	Chairman	4	4	2500
2	Mr. Bhasi KV	17-11-2022	Member	4	4	0
3	Mr. Nandakumar Kandammattil	26-09-2025	Member	4	3	0

IT Strategic Committee

Sl.No:	Name of the Director	Member of committee	Capacity	Number of meetings		No.of shares held in the
				Held	Attended	
1	Mr. Nandakumar Kandammattil	14-05-2025	Chairman	4	4	0
2	Dr. Santha Kumar K	14-05-2025	Member	4	4	0
3	Mr. A.K. Mohanan	14-05-2025	Member	4	4	2500

26.5.4 General Body Meetings

Sl.No.	Types of Meetings	Date and Place	Special Resolution Passed
1	EGM	02-06-2025 (Valapad)	1. For approval of equity infusion
2	EGM	11-07-2025 (Valapad)	1. For approval of equity infusion
3	AGM	26-09-2025 (Valapad)	1.For approval of equity infusion 2. For approval of appointment of MD 3. For approval of appointment of ED 4. For increasing limit under section 180 (1)(a) of Companies Act 5. .For increasing limit under section 180 (1)(c) of Companies Act
4	EGM	22-01-2026 (Valapad)	1.For approval of equity infusion

26.6 Details of non-compliance with requirements of the Companies Act 2013

During the financial years ended 31 March 2026 and 31 March 2025, the Company has complied with the applicable provisions of the Companies Act, 2013, rules made thereunder and applicable Accounting Standards. No instance of material non-compliance was observed.

26.7 Breach of Covenant

There were no instances of default or breaches of covenant in respect of loan availed or debt securities issued during the financial years ended March 31, 2026 and March 31,2025.

26.8 Divergence in Asset Classification and Provisioning

The RBI has neither assessed any addiitonal provisioning requirements in excess of 5 percent of the reported profits before tax and impairment loss on financial instruments for the financial year ended March 31, 2026, nor identified any additional gross NPAs in excess of 5% of the reported Gross NPAs for the said period.

26.9 Registration from other financial sector regulators

The Company has not obtained any registration/license/authorisation from other financial sector regulators other than the Reserve Bank of India during the financial years ended 31st March, 2026 and 31st March, 2025.

26.10 Disclosure of Penalties imposed by RBI and other regulators

During the financial years ended 31st March, 2026 and 31st March, 2025, no penalties, strictures or adverse regulatory orders were imposed on the Company by the Reserve Bank of India or any other statutory / regulatory authority.

26.11 Area of Operation

The Company operates primarily in India through its branches / digital channels. There are no overseas subsidiaries / joint ventures as at 31 March 2026 and 31st March 2025.

26.12 Disclosure of ratings

Ratings assigned by credit rating agencies and migration of ratings

Credit Rating Agency	Type of facility	Current Year Rating	Previous year Rating	Migration during the year
CARE	Long Term Bank Facilities	CARE BBB-	CARE BBB-	N/A
INFOMERICS	Long Term Bank Facilities	IVR BBB	IVR BBB	N/A

26.13 Remuneration to Non-Excecutive Directors

Particulars	FY 2025-2026	FY 2024-2025
Sitting Fee	10.56	9.36
Travelling Expenses	2.84	2.02
Others(if any,Please specify)	Nil	Nil

26.14 Net Profit or Loss for the period, prior period items and changes in accounting policies

In accordance with Accounting Standard (AS) 5, there were **no material prior period items** requiring separate disclosure in the Statement of Profit and Loss during the year ended 31 March 2026.

There were **no changes in accounting policies** during the year having a material effect on the financial statements.

26.15 Revenue Recognition

Revenue is recognised in accordance with the applicable accounting standards, the Company's stated accounting policies(refer note no: 2.1 e) and relevant directions / guidelines issued by Reserve Bank of India, to the extent that it is probable that the economic benefits associated with the transaction will flow to the Company and the amount of revenue can be measured reliably.

There were no circumstances during the year requiring postponement of revenue recognition other than those arising from income recognition norms applicable to non-performing assets.

26.16 Provisions and Contingencies

Break up of ' Provisions and Contingencies' shown under the head Expenditure in Profit and Loss Account	31st March 2026	31st March 2025
1. Provision for Depreciation on Investment	Nil	Nil
2. Provision for NPA	193.37	495.23
3. Provision made towards Income Tax	Nil	82.53
4. Other Provision and Contingencies (with details)		
Provision for Standard Assets	269.28	182.58
Provision for Gratuity	Nil	Nil

26.17 Draw down from Reserves

During the financial years ended 31st March 2026 and 31st March, 2025, there was no draw down or withdrawal from the reserves by the Company.

26.18 Concentration of Deposits, Advances, Exposures and NPAs

26.18.1 Concentration of Deposits

The Company is a non-deposit taking NBFC. Accordingly, disclosure relating to concentration of deposits is not applicable.

26.18.2 Concentration of Advances

Particulars	31st March 2026	31st March 2025
Total advances to twenty largest borrowers	928.86	527.37
% of above to total gross advances	1.36%	1.10%

26.18.3 Concentration of Exposures

Particulars	31st March 2026	31st March 2025
Total exposure to twenty largest borrowers / customers	3316.32	3023.82
% of above to total exposure	17.06%	17%

26.18.4 Concentration of NPAs

To be change

Particulars	31st March 2026	31st March 2025
Total exposure to top four NPA accounts	100.88	100.88

26.19 Movement of NPAs

Particulars			31st March 2026	31st March 2025
(i)	Net NPAs to Net Advances (%)			
(ii)	Movement of NPAs (Gross)			
	(a)	Opening balance	2,208.67	1,931.64
	(b)	Additions during the year	709.21	1,880.69
	(c)	Reductions during the year	1,948.24	1,603.65
	(d)	Closing balance	**969.65**	**2,208.67**
(iii)	Movement of Net NPAs			
	(a)	Opening balance	1,730.63	1,529.99
	(b)	Additions during the year	725.28	1,208.48
	(c)	Reductions during the year	1,679.63	1,007.84
	(d)	Closing balance	**776.28**	**1,730.63**
(iv)	Movement of provisions for NPAs (excluding provisions on standard assets)			
	(a)	Opening balance	495.53	401.65
	(b)	Provisions made during the year		93.88
	(c)	Write-off / write-back of excess provisions	302.16	
	(d)	Closing balance	**193.37**	**495.53**

26.20 **Overseas Assets**

Sl.No	Particulars	Country	31st March 2026	31st March 2025
(a)	Joint Venture/ Subsidiary		Nil	Nil
(b)	Other Partner in the JV		Nil	Nil

26.21 **Off-balance Sheet SPVs sponsored**

Sl.No	Name of the SPV sponsored	31st March 2026	31st March 2025
(a)	Domestic	Nil	Nil
(b)	Overseas	Nil	Nil

26.22 Off-Balance Sheet Exposures and Structured Products

(A) Off-Balance Sheet Exposures

Particulars	31st March 2026	31st March 2025
Financial Guarantees issued	Nil	Nil
Letter of Comfort / Support	Nil	Nil
Undrawn sanctioned commitments	Nil	Nil
Forward contracts / derivatives	Nil	Nil
Securitisation / assignment recourse obligations	Nil	Nil
Other contingent liabilities	Nil	Nil
Total	Nil	Nil

(B) Structured Products

Particulars	31st March 2026	31st March 2025
Investments in structured products	Nil	Nil
Exposure through market-linked debentures	Nil	Nil
Credit enhanced products	Nil	Nil
Other structured instruments	Nil	Nil

26.23 Disclosure on Liquidity Coverage Ratio

The Company is a non-deposit taking NBFC with an asset size below ₹5,000 crore. Accordingly, pursuant to Paragraph (32) of the RBI Master Direction No. RBI/DOR/2025-26/359 DOR.ACC.REC.No.278/21.04.018/2025-26 dated November 28, 2025, the Liquidity Coverage Ratio (LCR) disclosure requirements are not applicable to the Company.

26.24 Currency Options

The Company has not undertaken any transactions in designated currency options exchanges recognised by Securities and Exchange Board of India during the financial years ended 31 March 2026 and 31 March 2025.

26.25 Loans against gold and silver collateral

26.25.1 Details of loans extended against eligible gold and silver collateral

Particulars	Loan Outstanding	As % of Total Loans	Average Ticket Size	Average LTV Ratio	Gross NPA (%)
1. Opening balance of the FY [(a)+(b)]	27,654.85	57.79%	0.53	59%	0.77%
(a) Consumption loans					
of which bullet repayment loans	27,654.85	57.79%	0.53	59%	0.77%
(b) Income generating loans	Not Applicable(refer foot note)				
2. New loans sanctioned and disbursed during the FY [(c)+(d)]	116,138.40	-	0.97	50%	
(c) Consumption loans					
of which bullet repayment loans	116,138.40	-	0.97	50%	-
(d) Income generating loans	Not Applicable(refer foot note)				
3. Renewals sanctioned and disbursed during the FY	7,869.32		0.95	43%	
4. Top-up loans sanctioned and disbursed during the FY					
5. Loans repaid during the FY [(e)+(f)]					
(e) Consumption loans					
of which bullet repayment loans					
(f) Income generating loans	Not Applicable(refer foot note)				
6. Non-Performing Loans recovered during FY [(g)+(h)]					
(g) Consumption loans					
of which bullet repayment loans					
(h) Income generating loans	Not Applicable(refer foot note)				
7. Loans written off during the FY [(i) + (j)]	Nil	Nil	Nil	Nil	Nil
(i) Consumption loans					
of which bullet repayment loans					
(j) Income generating loans	Not Applicable(refer foot note)				
8. Closing balance at the end of FY [(k) + (l)]	53,224.55	78%	0.97	60.12%	0.40%
(k) Consumption loans					
of which bullet repayment loans	53,224.55	78%	0.97	60.12%	0.40%
(l) Income generating loans	Not Applicable(refer foot note)				

Note:

The above disclosure is based on the information currently available with the Company. Fields where specific details required in the above table were unavailable have been marked as 'Not Applicable' in accordance the "Reserve Bank of India (Non-Banking Financial Companies - Credit Facilities) Directions, 2025", issued vide Circular No. RBI/DOR/2025-26/347/DOR.CRE.REC.266/07-01-008/2025-26 dated 28 January 2026, further the said circular is effective for implementation from April 1, 2026.

26.25.2 Percentage of loans granted against collateral of gold jewellery to total assets

Particulars	31st March, 2026	31st March, 2025
Gold Loans granted against collateral of gold jewellery by the Company	53,224.55	27,654.85
Total Assets of the Company	74,527.04	53,559.31
Percentage of Gold Loans to Total Assets	71%	52%

26.25.3 Details of Gold and Silver Collateral and Auctions

Sl. No.	Particulars	31st March, 2026	31st March, 2025
(a)	Unclaimed gold or silver collateral at the end of the financial year (in grams)	-	-
(b)	Number of loan accounts in which auctions were conducted	877	1085
(c)	Total outstanding in loan accounts mentioned in (b)	395.45	457.34
(d)	Gold or silver collateral acquired during the FY due to default of loans (in grams)	-	-
(e)	Gold or silver collateral auctioned during the FY (in grams)	5717.8	7714.73
(f)	Recovery made through auctions during the FY	529.56	521.48
(g)	Recovery percentage:		
(h)	as % of value of gold or silver collateral	91.07%	92.89%
(i)	as % of outstanding loan	75%	88%

26.25.4 Other Disclosure related to Auction

Particulars	31st March, 2026	31st March, 2025
Number of loan accounts auctioned during the financial year	877	1085
Principal amount outstanding at the date of auctions conducted by the company	395.45	457.34
Value fetched during the auction by the company	529.56	521.48

Note: The company confirms that no sister concerns participated in the auctions during the year ended 31st March, 2026 and 31st March, 2025.

26.26 Disclosure Related to Project Finance

The company does not have any project finance exposure as at 31st March 2026 and 31st March 2025

26.27 Non-Fund Based Credit Facilities

The Company has not extended any non-fund based credit facilities during the financial years ended 31 March 2026 and 31 March 2025.

26.28 Disclosure on Co-Lending Arrangements

The Company has not entered into any co-lending arrangement during the year under applicable regulatory guidelines. Accordingly, there were no outstanding co-lending exposures as at the reporting date.

26.29 **Disclosures relating to Securitisation**

Sl. No.	Particulars	31st March	31st March
1	No. of SPEs holding assets for securitisation transactions originated by the originator (only the SPVs relating to outstanding securitisation exposures to be reported here)	1	-
2	Total amount of securitised assets as per books of the SPEs	1329.81	-
3	Total amount of exposures retained by the originator to comply with MRR as on the date of balance sheet	791.18	-
	a) Off-balance sheet exposures		
	• First loss	-	-
	• Others	-	-
	b) On-balance sheet exposures		
	• First loss	399.00	-
	• Others	-	-
4	Amount of exposures to securitisation transactions other than MRR		
	a) Off-balance sheet exposures		
	i) Exposure to own securitisations		
	• First loss	-	-
	• Others	-	-
	ii) Exposure to third party securitisations		
	• First loss	-	-
	• Others	-	-
	b) On-balance sheet exposures		
	i) Exposure to own securitisations		
	• First loss	-	-
	• Others	-	-
	ii) Exposure to third party securitisations		
	• First loss	-	-
	• Others	-	-
5	Sale consideration received for the securitised assets and gain / loss on sale on account of securitisation(refer foot note)*	931.80	-
6	Form and quantum (outstanding value) of services provided by way of liquidity support, post-securitisation asset servicing, etc.	-	-
7	Performance of facility provided. Please provide separately for each facility viz. credit enhancement, liquidity support, servicing agent etc. Mention percent in bracket as of total value of facility provided:	-	-
	(a) Amount paid	-	-
	(b) Repayment received	-	-
	(c) Outstanding amount	-	-
8	Average default rate of portfolios observed in the past. Please provide breakup separately for each asset class i.e. RMBS, Vehicle Loans etc.	-	-
9	Amount and number of additional / top up loan given on same underlying asset. Please provide breakup separately for each asset class i.e. RMBS, Vehicle Loans, etc.	-	-
10	Investor complaints:	-	-
	(a) Directly / Indirectly received during the year	-	-
	(b) Complaints outstanding as at year end	-	-

**Note:* Out of the total sales consideration amounting to ₹931.80 lakhs, ₹791.18 lakhs represents Security Receipts received against the transfer of assets and has been disclosed under the head Non-Current Investments.*

26.30 **Disclosure of Stressed Loans Transferred / Acquired During the Year**

26.30.1 **Details of Stressed Loans transferred during the year ended 31st March, 2026**

Particulars	To ARCs	To Permitted Transferees	To Other Transferees
Aggregate principal outstanding of loans transferred	1329.81	Nil	Nil
Weighted average residual tenor of the loans transferred	43 months	Nil	Nil
Net book value of loans transferred (at the time of transfer)	1131.42	Nil	Nil
Aggregate consideration received	931.80	Nil	Nil
Additional consideration realised in respect of accounts transferred in earlier years	Nil	Nil	Nil

Details of Stressed Loans transferred during the year ended 31st March, 2025

Particulars	To ARCs	To Permitted Transferees	To Other Transferees
Aggregate principal outstanding of loans transferred	Nil	Nil	Nil
Weighted average residual tenor of the loans transferred	Nil	Nil	Nil
Net book value of loans transferred (at the time of transfer)	Nil	Nil	Nil
Aggregate consideration received	Nil	Nil	Nil
Additional consideration realised in respect of accounts transferred in earlier years	Nil	Nil	Nil

26.30.2 **Details of Loans Acquired During the Year Ended 31st March, 2026**

Particulars	From Commercial Banks / RRBs / Co-operative Banks / All India Financial	From Scheduled Banks / Financial Institutions	From ARCs
Aggregate principal outstanding of loans acquired	Nil	Nil	Nil
Aggregate consideration paid	Nil	Nil	Nil
Weighted average residual tenor of loans acquired	Nil	Nil	Nil

Details of Loans Acquired During the Year Ended 31st March, 2025

Particulars	From Commercial Banks / RRBs / Co-operative Banks /	From Scheduled Banks /	From ARCs
Aggregate principal outstanding of loans acquired	Nil	Nil	Nil
Aggregate consideration paid	Nil	Nil	Nil
Weighted average residual tenor of loans acquired	Nil	Nil	Nil

26 (contd.)

26.31 **Disclosure on Restructuring of Advances**

The Company does not have any restructured advances during the financial years ended 31 March 2026 and 31 March 2025.

26 (contd.)

26.32 **Related Party Disclosure**

(i) Transaction During the year

Related Party	Parent (as per ownership or		Subsidiaries		Associates / Joint Ventures		Key Management Personnel		Relatives of Key Management		Others*		Total	
Items	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous	Current Year	Previous Year
Borrowings	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Placement of deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Advances	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Purchase of fixed/other assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of fixed/other assets	-	-	-	-	-	-	-	-	-	-	42.65	4.42	42.65	4.42
Interest paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest received	-	-	-	-	-	-	5.69	7.85	-	-	-	-	5.69	7.85
Others	-	-	-	-	-	-	128.54	111.22	-	-	262.26	253.02	390.80	364.24

(ii) Outstanding Balance during the year

Related Party	Parent (as per ownership or		Subsidiaries		Associates / Joint Ventures		Key Management Personnel		Relatives of Key Management		Others*		Total	
Items	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous	Current Year	Previous Year
Borrowings	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	44.62	52.20	158.55	159.36	-	-	203.18	211.56
Placement of deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Advances	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Purchase of fixed/other assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of fixed/other assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest received	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-	0.99	29.66	0.99	29.66

(iii) Maximum related party outstanding during the year

Related Party	Parent (as per ownership or control)		Subsidiaries		Associates / Joint Ventures		Key Management Personnel		Relatives of Key Management Personnel		Others*		Total	
Items	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous	Current Year	Previous Year
Borrowings	-	-	-	-	-	-	65.84	64.66	185.62	161.09	-	-	251.46	225.75
Deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Placement of deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Advances	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-

*Associates / Enterprises owned or significantly influenced by key management personnel or their relatives

26.33 Disclosure of Complaints

26.33.1 **Summary Information on Complaints Received by an NBFC from Customers and from the Offices of Ombudsman**

Sr. No.	Particulars	Current Year	Previous Year
	Complaints received by the NBFC from its customers		
1	Number of complaints pending at beginning of the year	2	0
2	Number of complaints received during the year	414	43
3	Number of complaints disposed during the year	413	41
3.1	Of which, number of complaints rejected by the NBFC	–	–
4	Number of complaints pending at the end of the year	3	2
	Maintainable complaints received by the NBFC from Office of Ombudsman		
5*	Number of maintainable complaints received by the NBFC from Office of Ombudsman	12	6
5.1	Of 5, number of complaints resolved in favour of the NBFC by Office of Ombudsman	12	6
5.2	Of 5, number of complaints resolved through conciliation / mediation / advisories issued by Office of Ombudsman		
5.3	Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the NBFC		
6*	Number of Awards unimplemented within the stipulated time (other than those appealed)		

26.33.2 **Top Five Grounds of Complaints Received by the NBFC from Customers**

Grounds of complaints (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase / decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
1	2	3	4	5	6
Current Year					
Error in Customer Information Report (CIR)	2	366	15.64	3	-
Gold Loan Related	-	16	0.33	-	-
NOC/statement of account/copy of insurance not provided	-	32	2.56	-	-
Total	2	414		3	
Previous Year					
Error in Customer Information Report (CIR)	-	22	-	2	-
NOC not provided	-	12	-	-	-
Error in EMI deduction	-	9	-	-	-
Others	-		-	-	-
Total	-	43	-	2	-

26.34 Exposures

26.34.1 Exposure to Real Estate Sector

	Category	31-Mar-26
(i)	**Direct Exposure**	
(a)	Residential Mortgages -	Nil
	Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented. Exposure would also include non-fund based (NFB) limits	Nil
(b)	Commercial Real Estate -	Nil
	Lending secured by mortgages on commercial real estates (office buildings, retail space, multi-purpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure shall also include non-fund based limits.	Nil
(c)	Investments in Mortgage Backed Securities (MBS) and other securitised exposures -	Nil
	i. Residential	Nil
	ii. Commercial Real Estate	Nil
(ii)	**Indirect exposure**	
	fund based and non fund based exposure on national housing bank and housing finance companies	Nil
	Total Exposure to Real Estate Sector	**Nil**

26.34.2 Exposure to Capital Market

	Particulars	31-Mar-26
i	Direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	Nil
ii	Advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;	Nil
iii	Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	Nil
iv	Advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares/units of equity oriented mutual funds 'does not fully cover the advances;	Nil
v	Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	Nil
vi	Loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	Nil
vii	Bridge loans to companies against expected equity flows / issues;	Nil
viii	Underwriting commitments taken up by the NBFCs in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds	Nil
ix	Financing to stock brokers for margin tradign	Nil
x	All exposure to Alternative Investment Fund :	
	(i) Category I	Nil
	(ii) Category II	Nil
	(iii) Category III	Nil
	Total Exposure to Capital Market	**Nil**

26.34.3 Sectoral Exposure

Sectors	Current Year - Total Exposure	Current Year - Gross NPAs	Current Year - % of Gross NPAs to Total Exposure in that Sector	Previous Year - Total Exposure	Previous Year - Gross NPAs
1. Agriculture and Allied Activities	Nil	Nil	Nil	Nil	Nil
Total of agricultural and Allied activities	Nil	Nil	Nil	Nil	Nil
2. Industry					
i.Business Loan	101.96	59.29	58.15%	499.63	172.89
Total of Industry					
3. Services	Nil	Nil	Nil	Nil	Nil
Total of Services	Nil	Nil	Nil	Nil	Nil
4. Personal Loans					
i.Micro Finance Loan	88.34	31.68	35.86%	899.61	195.32
ii.Gold Loan	53224.55	213.56	0.40%	27654.85	212.82
iii.Mortgage Loan	8643.82	90.63	1.05%	10613.99	1064.17
iv.Hypothecation Loan	6121.31	466.48	7.62%	7247.08	412.89
v.Two wheeler loans	353	108.01	30.60%	938.09	150.59
Total of Personal Loans	**68431.02**	**910.36**		**47353.62**	**2035.79**
5. Others, if any (please specify)	Nil	Nil	Nil	Nil	Nil

26.34.4 Intra Group Exposure

Particulars		31-Mar-26	31-Mar-25
(i)	Total Amount of intra group exposures	Nil	Nil
(ii)	Total amount of top 20 intra group exposures	Nil	Nil
(iii)	Percentage of intra group exposure to total exposure of the NBFC on borrowers/customers	Nil	Nil

26.34.5 Unhedged Foreign Currency Exposure

The company does not have any unhedged foreign currency exposures for the financial years ended March 31, 2026 and March 31, 2025.

26.34.6 Details of financing of parent company products

The Company doesn't have any parent company.

26.34.7 Details of Single Borrower Limit (SGL)/Group Borrower Limit(GBL) exceeded by the NBFC

The Company has not exceeded the single borrower and group borrower limits for the financial years ended 31st March, 2026 and 31st March, 2025.

26.34.8 Unsecured Advances

Loans considered unsecured though charge exists on intangible assets

Particulars	31st March, 2026	31st March, 2025
Amount of advances where security covers only rights, licenses, authorisations, permits,	Nil	Nil
Estimated value of such collateral	Nil	Nil

26.35 Loan to Directors,Senior officers and relative of Directors

Particulars	31st March, 2026	31st March, 2025
Directors and their relatives	NIL	NIL
Entities associated with directors and their relati	NIL	NIL
Senior Staff and their relatives	NIL	NIL

26.36 Currency Futures

The Company has not undertaken any transactions in the currency futures market during the year and, accordingly, no disclosure is required in respect thereof.

26.37 Liquidity Disclosure

Background

RBI has issued circular on Asset Liability Management for Non-Banking Financial Companies (RBI/DoR/2025-26/355 dated November 28, 2025) which contain the guidelines for Public Disclosure on Liquidity Risk . As per the guidelines, NBFCs are required to publicly disclose the information below related to liquidity risk on a quarterly basis. Accordingly, the disclosures on liquidity risk as of March 31, 2026 are as under:

26.37.1 Funding Concentration based on Significant Counterparty

Sr. No.	Number of Significant Counterparties	31st March 2026			31st March 2025		
		Amount	% of Total Deposits	% of Total Liabilities	Amount	% of Total Deposits	% of Total Liabilities
1	20	40302.55	NIL	63.10%	25828.94	NIL	57.19%

26.37.2 Top 20 Large Deposits

Sr. No.	31st March 2026		31st March 2025	
	Amount	% of Total Deposits	Amount	% of Total Deposits
1	NIL	NIL	NIL	NIL

26.37.3 Top 10 Borrowings

Sr. No.	31st March 2026		31st March 2025	
	Amount	% of Total Borrowings	Amount	% of Total Borrowings
1	6257.91	10.48%	6,184.39	14.95%
2	3824.11	6.40%	3,548.47	8.58%
3	2666.67	4.46%	2,647.50	6.40%
4	2359.01	3.95%	2,503.62	6.05%
5	2342.23	3.92%	2,343.84	5.66%
6	2266.67	3.79%	1,553.53	3.75%
7	2233.33	3.74%	1,276.96	3.09%
8	2000.00	3.35%	1,226.80	2.96%
9	1875.00	3.14%	1,168.86	2.82%
10	1827.50	3.06%	1,097.46	2.65%
Total	27652.42	46.29%	23,551.44	56.92%

26.37.4 **Funding Concentration based on Significant Instrument / Product**

Sr. No.	Name of the Instrument / Product	31st March 2026		31st March 2025	
		Amount (₹ In Lakhs)	% of Total Liabilities	Amount (₹ In Lakhs)	% of Total Liabilities
1	Secured NCD	13,260.58	20.61%	12674.36	27.60%
2	Borrowings from Ba	40,302.55	62.65%	23,551.44	51.28%
3	Subordinate Debt	6,175.67	9.60%	5153.08	11.22%
4	Other Current Liabi	4,131.44	6.42%	3,788.22	8.25%
	Total	**63,870.24**	**99.28%**	**45,167.10**	**98.34%**

* Total Liabilities has been computed as Total Assets less Equity share capital less Reserve & Surplus

26.37.5 **Stock Ratios**

Particulars	31-03-26	31-03-25
	Ratio (%)	Ratio (%)
Commercial papers as a % of total public funds, total liabilities and total assets	NA	NA
Non-convertible debentures (original maturity of less than one year) as a % of total public funds,	NA	NA
Other short-term liabilities, if any, as a % of total public funds, total liabilities and total assets		
Particulars	**Weightage**	**Weightage**
Other short-term liabilities as % of Total Public funds	6.92%	9.15%
Other short-term liabilities as % of Total Liabilities	6.47%	8.39%
Other short-term liabilities as % of Total Assets	5.54%	7.07%

26.37.6 **Institutional Set-up for Liquidity Risk Management**

The Board of Directors of the Company has an overall responsibility and oversight for the management of all the risks, including liquidity risk. The Board approves the governance structure, policies, strategy, and the risk tolerance limit for the management of liquidity risk.

The Board of Directors approves the constitution of Risk Management Committee (RMC) for the effective supervision and management of various aspects including liquidity risks faced by the company. The meetings of RMC are held at quarterly interval.

The Board of Directors also approves constitution of Asset Liability Committee (ALCO), consisting of the Company's top management, which functions as the strategic decision making body for the asset-liability management of the Company from risk-return perspective and within the risk appetite and tolerance limits approved by the Board. The role of the ALCO also includes periodic revision of interest rates, diversification of source of funding and its mix, maintenance of enough liquidity and investment of surplus funds. ALCO meetings are held once in a quarter or more frequently as warranted from time to time. The minutes of ALCO meetings are placed before the RMC and the Board of Directors in its next meeting for its perusal/approval/ratification.

26.38.1 Details of Financial Assets sold to Securitisation / Reconstruction Company for Asset Reconstruction

	Particulars	31-Mar-26	31-Mar-25
(i)	No. of accounts	334	Nil
(ii)	Aggregate value (net of provisions) of accounts sold to SC / RC	1131.42	Nil
(iii)	Aggregate consideration	931.80	Nil
(iv)	Additional consideration realized in respect of accounts transferred in earlier years	Nil	Nil
(v)	Aggregate gain / loss over net book value	399.00	Nil

26.38.2 Details of Assignment transactions undertaken

	Particulars	31-Mar-26	31-Mar-25
(i)	No. of accounts	5017	Nil
(ii)	Aggregate value (net of provisions) of accounts sold	3444.96	Nil
(iii)	Aggregate consideration	3112.91	Nil
(iv)	Additional consideration realized in respect of accounts	Nil	Nil
(v)	Aggregate gain / loss over net book value	Nil	Nil

26.38.3 Details of non-performing financial assets purchased / sold

A. Details of non-performing financial assets purchased :

	Particulars	31-Mar-26	31-Mar-25
1	(a) No. of accounts purchased during the year	Nil	Nil
	(b) Aggregate outstanding	Nil	Nil
2	(a) Of these, number of accounts restructured during the year	Nil	Nil
	(b) Aggregate outstanding	Nil	Nil

B. Details of Non-performing Financial Assets sold :

	Particulars	31-Mar-26	31-Mar-25
1	No. of accounts sold	334	Nil
2	Aggregate outstanding	1807.15	Nil
3	Aggregate consideration received	931.80	Nil

26.39 Disclosure Relating to Fraud reported during the Financial Year

Sl.No	Name of the customer/staff involved	Date of fraud	Date of Reporting	Nature of fraud	Amount involved	Write off details (Net of recovery)
1	NAYANA	21-03-2025	02-04-2025	Misappropriation and criminal breach of trust	2.34	2.34
2	HITESH KUAMR J	08-05-2025	09-06-2025	Misappropriation and criminal breach of trust	1.92	-
3	HEMANTA KUMAR JENA	06-05-2025	09-06-2025	Misappropriation and criminal breach of trust	0..62	0.62
4	YOGESH B K	24-07-2025	13-08-2025	Misappropriation and criminal breach of trust	3.41	3.41
5	LAKSHMI K	24-07-2025	13-08-2025	Misappropriation and criminal breach of trust	1.83	1.83

26.40 Credit Default Swaps

The Company has not undertaken any Credit Default Swap (CDS) transactions during the financial years ended 31 March 2026 and 31 March 2025.

MANAPPURAM ASSET FINANCE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026

Disclosures as per RBI (Non-Banking Financial Companies - Financial Statements: Presentation and Disclosures) Directions, 2025

(All amounts are in lakhs unless otherwise stated)

26.41

Annexure 1

Schedule to the Balance sheet

(Amounts are in Lakhs)

Liability Side	As at 31st March 2026		As at 31st March 2025	
	Amount Outstanding	Amount Overdue	Amount Outstanding	Amount Overdue
(1) Loans and Advances availed by NBFC Inclusive of of interest accured thereon but not paid:				
(a) Debentures:				
Secured	15,402.57	Nil	14,561.70	Nil
Unsecured	-	Nil		Nil
(Other than falling within the meaning of public deposits)		Nil		Nil
(b) Deferred Credits	-	Nil		Nil
(c) Term Loans	26,764.93	Nil	8,251.11	Nil
(d) Inter-corporate loans and borrowings	-	Nil		Nil
(e) Commercial Paper	-	Nil		Nil
(f) Public Deposits	-	Nil		Nil
(g) Other Loans		Nil		Nil
Borrowings from Banks	13,574.54	Nil	15,348.63	Nil
Sub-Ordinate Debts (Bonds)	6,773.98	Nil	6,102.12	Nil
(2) Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accured thereon but not paid):				
(a) In the form of Unsecured debentures	Nil	Nil	Nil	Nil
(b) In the form of partly secured debentures i.e debentures where there is shortfall in the value of security	Nil	Nil	Nil	Nil
(c) Other Public deposits	Nil	Nil	Nil	Nil
Asset Side	**As at 31st March 2026**		**As at 31st March 2025**	
	Amount Outstanding		**Amount Outstanding**	
(3) Break-up of Loans and Advances including bills receivable[Other than those included in (4) below]:				
(a) Secured	68,342.68		46,450.21	
(b) Unsecured	190.29		1,403.04	
(4) Break-up of Leased Assets and stock on hire and other assets counting towards asset financing activities				
(i) Lease assets including lease rentals under sundry debtors:				
(a) Financial Lease				
(b) Operating Lease				
(ii) Stock on hire hiring hire charges under sundry debtors:				
(a) Asset on hire				
(b) Repossessed Assets				
(iii) Other loans counting towards asset financing activities				
(a) Loans where assets have been repossessed				
(b) Loans other than (a) above				
(5) Break-up of investments				
Current Investments				
1 Quoted				
(i) Shares	Nil		Nil	
(a) Equity	Nil		Nil	
(b) Preference	Nil		Nil	
(ii) Debentures Bonds	Nil		Nil	
(iii) Unit of mutual funds	Nil		Nil	
(iv) Government Securities	Nil		Nil	
(v) Others	Nil		Nil	
2 Unquoted				
(i) Shares				
(a) Equity	Nil		Nil	
(b) Preference	Nil		Nil	
(ii) Debentures Bonds	Nil		Nil	
(iii) Unit of mutual funds	Nil		Nil	
(iv) Government Securities	Nil		Nil	
(v) Others	Nil		Nil	
Long term investments				
1 Quoted				
(i) Shares				
(a) Equity	Nil		Nil	
(b) Preference	Nil		Nil	
(ii) Debentures Bonds	Nil		Nil	
(iii) Unit of mutual funds	Nil		Nil	
(iv) Government Securities	Nil		Nil	
(v) Others	Nil		Nil	
2 Unquoted			Nil	
(i) Shares			Nil	
(a) Equity	Nil		Nil	
(b) Preference	Nil		Nil	
(ii) Debentures Bonds	Nil		Nil	
(iii) Unit of mutual funds	Nil		Nil	
(iv) Government Securities	Nil		Nil	
(v) Others-Investment in Security Receipts	791.18		Nil	

(6)	Borrower group-wise classification of assets financed as in (3) and (4) above:						
	Category	As at 31st March 2026			As at 31st March 2025		
		Amount of net Provisions			Amount of net Provisions		
		Secured	Unsecured	Total	Secured	Unsecured	Total
	1 Related Parties						
	(a) Subsidiaries	-	-	-	-	-	-
	(b) Companies in the same group	-	-	-	-	-	-
	(c) Other related parties	-	-	-	-	-	-
	2 Other than related parties	67,902.19	168.12	68,070.31	45,912.45	1,280.17	47,192.62

(7)	Investor group-wise classification of all investments (Current and Long term) in shares and securities(both quoted and unquoted)				
	Category	Market Value/Break up or fair value or NAV	Book Value (Net of provisions)	Market Value/Break up or fair value or NAV	Book Value (Net of provisions)
	1 Related Parties	-	-	-	-
	(a) Subsidiaries	-	-	-	-
	(b) Companies in the same group	-	-	-	-
	(c) Other related parties	-	-	-	-
	2 Other than related parties	791.18	791.18	-	-

(8)	Other Information		
	Particulars	As at 31st March 2026	As at 31st March 2025
	(i) Gross Non-Performing Assets		
	(a) Related Parties	-	
	(b) Other than related parties	969.64	2,208.67
	(ii) Net Non-Performing Assets		
	(a) Related Parties	-	
	(b) Other than related parties	776.27	1,730.63
	(iii) Assets acquired in satisfaction of debt	-	

Notes:

(1) As defined in the Reserve Bank Of India (Non- Banking Financial Companies - Acceptance of Public Deposits) Directions,2025

(2) Provisioning norms shall be applicable as prescribed in these Directions.

(3)All notified Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/ fair value/ NAV in respect of unquoted investments shall be disclosed irrespective of whether they are classified as long term in (5) above.

27. Employee Benefit Disclosure

i) Gratuity:- The company has a defined gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn) for each completed year of service. The scheme is Managed by LIC.

The following tables summarises the components of net benefit expense recognized in the profit and loss account and the funded status and amounts recognized in the balance sheet for the gratuity plan.

Profit and Loss account :-

Net employee benefit expense	31-Mar-26	31-Mar-25
Current service cost	44.86	46.46
Interest cost on benefit obligation	20.93	18.08
Expected return on plan assets	-30.64	-25.22
Net actuarial loss recognized in the year	-10.96	14.72
Net (benefit) / expense	**24.19**	**54.04**

Balance sheet :-

Reconciliation of present value of the obligation and the fair value of plan assets:	31-Mar-26	31-Mar-25
Present value of obligations as at the end of the year	289.92	258.51
Fair value of plan assets as at the end of the year	439.12	347.56
Asset/(liability) recognized in the balance sheet	**149.2**	**89.05**

Changes in the present value of the defined benefit obligation are as follows:	31-Mar-26	31-Mar-25
Opening defined benefit obligation	258.51	202.9
Interest cost	20.93	18.08
Current service cost	44.86	46.46
Benefits paid	-23.42	-23.65
Actuarial loss / (gain) on obligation	-10.96	14.72
Closing defined benefit obligation	**289.92**	**258.51**

Changes in the fair value of plan assets are as follows:	31-Mar-26	31-Mar-25
Opening fair value of plan assets	347.56	287.82
Expected return	30.64	25.22

Contributions by employer	84.35	58.17
Benefits paid	-23.42	-23.65
Actuarial gains / (losses)		
Closing fair value of plan assets	**439.12**	**347.56**

The principal assumptions used in determining gratuity obligations for the Company's plans are shown below:	**31-Mar-26**	**31-Mar-25**
	%	%
Discount rate	7.59%	6.90%
Salary Escalation	5.00%	5%

The fund is administered by Life Insurance Corporation of India ("LIC"). The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled.

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

As per acturial valuation report there were no additional provision required regarding gratuity payment.

ii)Provident Fund:- The amount of Provident fund contribution charged to the Profit and loss account during the year aggregates to ₹ 155.08 (in Lakhs) (Previous year - ₹ 171.90(In Lakhs)).

28. Pending Litigations, Contingent Liabilities &Commitments

(a) Contingent Liabilities &Commitments

In Lakhs

	Particulars	31-03-2026	31-03-2025
1	Contingent Liabilities Claims against the company not acknowledged as debts:		
	Income Tax Matter	36.74	NIL
	Sales tax/ VAT / Service Tax matter in dispute	NIL	11.36
	Penalty imposed - Service Tax	NIL	11.46
	Other matter	0.37	NIL
	Suit against the Company by the customer	NIL	NIL
	Guarantees	NIL	NIL
	Other money for which the company is contingently liable	NIL	NIL
2	Commitments		
	Estimated amounts of contracts remaining to be executed on capital account and not provided for.	NIL	NIL
	Uncalled liability on shares and other investments partly paid	NIL	NIL
	Other commitments	NIL	NIL

(b) Pending Litigations

(i) Income Tax Matters

Assessment Year 2014-15

Income Tax Assessment for the Assessment Year 2014-15 is completed. The Department has disallowed expense of ₹575.01(in Lakhs). Since the company has accumulated losses to cover the disallowance, no tax demand is raised. The company preferred an appeal against the order. Since the management forsees no liability, the lliability & impact on deferred taxation is not done.

Assessment Year 2015-16

Income Tax Assessment for the Assessment Year 2015-16 is completed.The Department has disallowed expense of ₹31.82 (In Lakhs) . Since the company has accumulated losses to cover the disallowance, no tax demand is raised. The company preferred an appeal against the order. Since the management forsees no liability, the liability & impact on deferred taxation is not done.

Assessment Year 2017-18

Income Tax Assessment for the Assessment Year 2017-18 is completed. The DCIT Circle1(1) and TPS Thrissur has added back an amount of ₹ 86.49(In Lakhs)/- towards income of the said assessment year and initiated penallty proceedings under section 271AAC. The company has already filed a rectification under section 154 of the Income Tax Act,1961.The company deposited an amount of Rs.17.30 (In lakhs) towards the demand u/s 156 of the IT Act,1961 being 20% of the demand amount, on 30.01.2020. After this the DCIT Circle1(1) and TPS Thrissur passed a rectification order u/s 156 with a demand of ₹ 45.94(In Lakhs) for which the company has filed an appeal and also deposited an amount of ₹ 9.20(In Lakhs) on 28-03-2023. Since the management forsees no liability, the liability & impact on deferred taxation is not done.

(ii) Indirect Tax Matters

The Assistant Commissioner of Central Tax and Central Excise vide SCN No. 01/2020-ST dated 09-03-2020 has raised a tax demand of ₹ 11.36(In Lakhs). The company has filed a reply for the same on 27.05.2020. By the order issued by the Assistant commisioner demanded to pay Rs. 11.36(In Lakhs) as tax and further demanded a penalty of Rs. 11.36 (In Lakhs) u/s 78(1) of finance act 1994, read with third proviso thereto, and with section 174 of the CGST Act and Rs. 0.10(In Lakhs) u/s 77(2)of finance act 1994, read with third proviso thereto, and with section 174 of the CGST Act. The management has filed an appeal against the order on 28-08-2022 and also deposited an amount of ₹0.85(In Lakhs) towards the demand. The appeal has subsequently been decided in favour of the Company by the Commissioner, and a nil demand order has been passed on 25.05.2025. Accordingly, the appeal deposit along with applicable interest has been refunded to the Company.

(iii) EPFO Matter

The Assistant PF Commissioner EPFO, Regional Office Kaloor, Kochi vide SCN No. KR/KCH/29040/DAMAGES CELL/2014/18408 dated 17-03-2014 has raised a demand for belated payment of contribution for the period from 02/2012 to 10/2012. The total damages assessed is ₹ 1.37(In Lakhs) Since the management does not forsees any liability, because they filed a writ petition for interim stay for a period of six months on before of honourable high court of kerala on 12th day of november 2021 along with a payment of 1.00(In Lakhs) as deposit.

29. Operating Lease

The total of future minimum lease payments of the company are as follows:

In Lakhs

Particulars		31-03-2026	31-03-2025
a)	Not later than 1 year :	402.45	318.50
b)	Later than 1 year and not later than 5 years :	1,526.72	1,048.51
c)	Above 5 years :	235.82	412.67

30. Expenditure in Foreign Currency

Particulars	31-03-2026	31-03-2025	31-03-2024
Expenditure in foreign currency	NIL	NIL	NIL

31. Director's Report containing composition and category of directors, shareholding of non executive directors, etc

The corporate governance report containing composition and category of directors, shareholding of non-executive directors is part of the annual report for the financial year ended March 31, 2026.

32. Breach of Covenant

There were no instances of default or breaches of covenant in respect of loan availed or debt securities issued during the financial years ended March 31, 2026 and March 31,2025.

33. Divergence in asset classiification and provisioning

The RBI has neither assessed any addiitonal provisioning requirements in excess of 5 percent of the reported profits before tax and impairment loss on financial instruments for the financial year ended March 31, 2026, nor identified any additional gross NPAs in excess of 5% of the reported Gross NPAs for the said period.

34. Events after reporting date

There were no events identified which were material to financial statements after the reporting date.

35. Registration of charges or satisfaction with Registrar of Companies (ROC)

All charges or satisfaction are registered with ROC within the statutory period for the financial years ended March 31, 2026 and March 31, 2025. No charges or satisfactions are yet to be registered with ROC beyond the statutory period.

36. Compliance with number of layers of companies

The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017 for the financial years ended March 31, 2026 and March 31, 2025.

37. Utilisation of Borrowed funds and share premium

(a) No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies),including foreign entities("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether,

(i) directly or indirectly lend to or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries")or

(ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) No funds have been received by the Company from any person(s) or entity(ies),including foreign entities

("Funding Parties"),with the understanding, whether recorded in writing or otherwise, that the Company shall, whether,

(i) directly or indirectly lend to or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party("Ultimate Beneficiaries") or

(ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

38. Undisclosed income

There are no transactions relating to previously unrecorded income that have been surrendered or disclosed as income duringthe year in the tax assessments under the Income Tax Act, 1961.

39. Title deeds of Immovable Properties not held in name of the Company

The Company does not possess any immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) whose title deeds are not held in the name of the Company during the financial year ended March 31, 2026 and March 31, 2025.However the company has received ownership of 35 pledged properties valuing Rs.392.25 Lakhs based on the "Certificate of sale" issued by the jurisdictional court, which is included in the land value disclosed in the balance sheet.

40. Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in Crypto currency or Virtual currency during the financial years ended March 31, 2026 and March 31, 2025.

41. Details of Benami Property Held

No proceedings have been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under in the financial years ended March 31, 2026 and March 31, 2025.

42. Wilful Defaulter

The Company has not been declared as a wilful defaulter by any bank or financial institution or other lender in the financial years ended March 31, 2026 and March 31, 2025.

43. Relationship with Struck off Companies

The company does not have any transactions with struck off companies in the financial years ended March 31, 2026 and March 31, 2025.

44. Audit Trail

The Company uses accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year (at application level and at database level) for all relevant transactions recorded in the software. Further, the audit trail has been preserved by the Company as per statutory requirements for record retention.

45. Disclosure on Investor Education and Protection Fund

There are no due and outstanding amount to be credited to Investor Education and Protection Fund as at 31st March 2026 and 31st March 2025.

46. Scheme of Arrangements

There is no scheme of arrangements has been approved during the year by the competent authority in terms of sections 230 to 237 of the Companies Act 2013.

47. Statement of Current Assets Submitted to Banks / Financial Institutions

The Company has obtained borrowings from banks or financial institutions on the basis of security of current asset and returns of statements of current assets filed by the company with bank or financial institutions are in agreement with books of accounts.

48. Disclosure on Long Term Contracts

The company did not have any long-term contracts including derivative contracts for which there were any material foresseeable losses.

49. Corporate Social Responsibility

Corporate Social Responsibility provisions as per section 135 of the companies act 2013 are not applicable to the company during the financial years ended 31st March 2026 and 31st March 2025

50. Previous year Comparatives

Previous year figures have been regrouped or reclassified were necessary to confirm current years classification.

51. Analytical Ratios

Sl No	Ratio	Numerator	Denominator	As at 31.03.2026	As at 31.03.2025	Variance (in %)	Reason
1	Current ratio (in times)	Total Current Assets	Total Current Liabilities	1.56	1.32	18.12%	a
2	Debt-Equity ratio (in times)	Debt consists of borrowings and lease liabilities.	Total equity	5.86	5.42	8.08%	b
3	Return on equity ratio (in %)	Profit for the year less Preference dividend (if any)	Average total equity	3.45%	1.79%	93.01%	c
4	Net capital turnover ratio (in times)	Revenue from operations	Average working capital (i.e. Total current assets less Total current liabilities)	0.56	1.17	-52.13%	d
5	Net profit ratio (in %)	Profit for the year	Revenue from operations	2.56%	1.18%	117.82%	e
6	Return on capital employed (in %)	Profit before tax and finance costs	Capital employed = Net worth + Lease liabilities + Deferred tax liabilities	8.38%	9.14%	-8.30%	f
7	Inventory Turnover Ratio	Cost of Goods Sold	Average Inventory	NA	NA	NA	
8	Trade Receivables Turnover Ratio	Revenue from Operations	Average Trade Receivables	NA	NA	NA	
9	Trade Payables Turnover Ratio	Purchases / Operating Expenses	Average Trade Payables	NA	NA	NA	
10	Return on Investment (ROI)	Income from Investment	Average Investment	NA	NA	NA	

MANAPPURAM ASSET FINANCE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026

a. Current ratio increased from 1.32 to 1.58 mainly due to increase in short-term loans and advances and other current assets during the year, resulting in improvement in liquidity position of the Company.

b. Debt-Equity ratio increased from 5.42 to 5.86 primarily on account of higher borrowings availed during the year as compared to the growth in shareholders' equity.

c. Return on Equity ratio increased from 1.79% to 3.45% mainly due to increase in profit after tax during the current year compared to the previous year.

d. Net Capital Turnover ratio decreased from 1.17 to 0.56 mainly due to increase in average working capital arising from higher current assets, whereas revenue from operations did not increase proportionately.

e. Net Profit ratio increased from 1.18% to 2.61% primarily due to improvement in profitability during the year on account of better operational performance and increase in profit margins.

f. Return on Capital Employed (ROCE) decreased from 9.14% to 8.38% mainly due to increase in capital employed and finance costs during the year, resulting in lower return generation on deployed capital.

Note: The calculation for above ratios (including restatement of prior year ratios, wherever necessary) is in accordance with formula prescribed by Guidance note on Schedule III issued by the Institute of Chartered Accountants of India.

As per our report of even date
For Manikandan & Associates
Chartered Accountants
Firm Reg No.008520S

CHALAKUDY 680 307

C K Manikandan
Managing Partner
Membership No: 208654
UDIN: 26208654CIHXNK3957

For and on behalf of the Board of Directors of
Manappuram Asset Finance Limited

Jyothy Prasannan Managing Director DIN: 00044371	**V Venugopalan** Director DIN: 01312286	**A K Mohanan** Director DIN: 06440548
David Romy Jose P Chief Executive Officer	**Krishnaraj P** Chief Financial Officer	**Unnikrishnan K S** Company Secretary

Chalakudy
30th May 2026

Valappad
30th May 2026

Manikandan & Associates

Chartered Accountants

Offices

Chalakudy
"Krishna Arcade", Near Marathompilly Sreekrishna Temple, KSRTC ROAD, Chalakudy - 680 307

Thrissur
1/1580, Opposite Harisree Vidyanidhi School, Sreerama Ashram Lane, Poonkunnam, Thrissur - 680 002

Kochi
KV50, 5th Cross Road, Panampilly Nagar, Cochin - 682 036

Coimbatore
Shriram Shreshta, No. 184, Kochi Salem Highway, Madukkalai Coimbatore Tamilnadu - 641 105

Bangalore
Sri Ganapa Complex, 8th Cross, Muthurayaswamy Layout Hulimavu, Bangalore - 560 176

www.ckmca.com