

MELIORA ASSET RECONSTRUCTION COMPANY LIMITED
Statement of Profit and Loss Account for the period ended 31st March, 2025

Particulars	Note No.	As at 31.03.2025 (In Rs.)	As at 31.03.2024 (In Rs.)
Income			
Revenue from Operations	14	2,342,500	51,619,467
Other Income	15	30,426,902	27,311,077
Total Revenue (I)		32,769,402	78,930,544
Expenses			
Employee Benefit Expenses	16	3,111,950	3,754,352
Administrative Expenses	17	1,357,078	2,240,392
Other Expenses	18A	1,067,247	1,179,666
Write-Off and Provision for Loss on Diminution of investments	19	-	22,300,000
Total Expenses (II)		5,536,275	29,474,409
Earnings before interest, tax, depreciation and amortization (EBITDA) (I)-(II)		27,233,127	49,456,135
Finance Costs	20	17,109	6,984
Depreciation & Amortization	7	21,557	150,823
Profit before tax and exceptional items		27,194,462	49,298,328
Prior Period Items		-	-
Exceptional items-loss on sale of assets		-	-
Profits after exceptional items and before tax		27,194,462	49,298,328
Tax expenses			
Current Tax		775,317	14,480,520
Prior Period Tax		-	-
Deferred Tax	25	14,329	(12,226)
Profit for the year from continuing operations		26,404,816	34,830,034
Earnings per equity share (Face Value Rs.10/- each)			
Basic EPS	21	0.92	1.22
Diluted EPS	21	0.92	1.22

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For and on behalf of the Board

for JRS & ASSOCIATIES

Chartered Accountants

M. Ramachandram
M RAMACHANDRAM

Partner

M.N 219752

FRN.011778S

Place: Visakhapatnam

Date: 09-04-2025

UDIN: 25219752BNQJXA6064



MAHENDRA REDDY
MAHENDRA REDDY
 Company Secretary

MR. SUBBARAO GORTI
MR. SUBBARAO GORTI

Independent Director

MR. M. KRISHNA MOHAN
MR. M. KRISHNA MOHAN

Independent Director

P RAMAKRISHNARAO
P RAMAKRISHNARAO

Director

K RAVI KUMAR
K RAVI KUMAR

Director

K SRINIVASAN
K SRINIVASAN
 Chief Executive Officer

SISIR KUMAR APPIKATLA
SISIR KUMAR APPIKATLA
 Director

MELIORA ASSET RECONSTRUCTION COMPANY LIMITED

Balance Sheet as at 31st March, 2025

PARTICULARS	Note No.	As at 31.03.2025 (In Rs.)	As at 31.03.2024 (In Rs.)
<u>EQUITY & LIABILITIES:</u>			
(1) SHARE HOLDERS' FUNDS			
Share Capital	2	286,530,000	286,530,000
Reserves & Surplus	3	131,059,673	146,934,358
Total (A)		417,589,673	433,464,358
(2) CURRENT LIABILITIES			
Short Term Borrowings	4	-	-
Other Current Liabilities	5	104,620,366	5,732,448
Short Term Provisions	6	846,877	39,325,920
Total (B)		105,467,243	45,058,368
TOTAL (A+B)		523,056,916	478,522,726
<u>ASSETS:</u>			
(1) NON-CURRENT ASSETS:			
(i) Fixed Assets			
Tangible Assets	7(a)	31,750	45,748
Intangible Assets	7(b)	15,983	23,543
Intangible Assets under development		-	-
Total (A)		47,733	69,291
(ii) Non-Current Investments	8	-	-
Deferred tax assets (net)	9	79,478	93,807
Long Term Loans & Advances	10	169,000	169,000
Other Non-current Assets	11	1,461,355	329,705
Total (B)		1,709,833	592,512
(2) CURRENT ASSETS:			
Current Investments	8	20,000,000	24,800,000
Cash & Bank Balances	12	464,285,281	424,021,070
Short-term Loans & Advances	13	3,928,353	12,155,716
Other Current Assets	11	33,085,716	16,884,137
Total (C)		521,299,350	477,860,923
TOTAL (A+B+C)		523,056,916	478,522,726
Summary of Significant accounting policies	1		
Contingent Liabilities and commitments	1A	1,675,948	1,543,168

The accompanying notes are an integral part of the financial statements.

As per our report of even date

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MELIORA ASSET RECONSTRUCTION COMPANY LIMITED
Cash Flow Statement for the period ended 31st March, 2025

S.No	Particulars	Year Ended 31.03.2025	Year Ended 31.03.2024
A	Cash flow from operating activities		
	Net Profit before tax and exceptional items	27,194,462	49,298,328
	Adjustments for:		
	Depreciation or Amortisation Expenses	21,557	150,823
	Disposal Of Fixed Assets	-	-
	Preliminary Expenditure written off	-	-
	Interest on Fixed Deposits	(30,362,363)	(26,026,669)
	Interest on IT Refund	-	-
	Interest (Others)	(64,539)	(1,284,408)
	Cost of CCCPs funds	-	-
	ROC & Authorisation capital fee	-	-
	<u>Operating profit before working capital changes</u>		
	Adjustments for:		
	Trade and other payables	62,701,399	(99,384)
	Trade and other receivables	(3,174,216)	5,056,422
	<u>Cash generated from Operations</u>	56,316,299	27,095,112
	Tax paid (net of refund)	(2,367,840)	(15,143,793)
	Net Cash generated from Operating Activity	53,948,459	11,951,319
B	Cash flow from investing activities		
	Investment in Trusts	(1,131,650)	59,011,550
	Purchase of Fixed Assets	-	-
	Security Deposits	-	-
	Interest received on others	30,426,902	27,311,077
	Interest received from Deposits	-	-
	Interest Expense	-	-
	Net Cash generated from investing activity	29,295,252	86,322,627
C	Cash flow from financing activities		
	Issue of Equity Share Capital	-	-
	Issue of CCCP Share Capital / OD	-	-
	Increase in Securities Premium	-	-
	Dividend and DDT paid	(42,979,500)	-
	Cost of CCCPs funds	-	-
	ROC & Authorisation capital fee	-	-
	Net cash generated from financial activity	(42,979,500)	-
	Net Increase in Cash and Cash Equivalents	40,264,211	98,273,946
	Cash and Cash Equivalents as at 31.03.2024	424,021,070	325,747,124
	Cash and Cash Equivalents as at 31.03.2025	464,285,281	424,021,070

The accompanying notes are an integral part of the financial statements.

As per our report of even date

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for JRS & ASSOCIATIES

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Notes on Financial statements for the period ended 31st March, 2025

1. Summary of significant accounting policies

(A). Basis for Preparation:

The accounting and reporting policies of the Company have been framed to comply with the Generally Accepted Accounting Principles("GAAP") in India, the guidelines issued by the Reserve Bank of India (RBI) from time to time and the provisions of the Companies Act, 2013. Financial Statements are prepared under historical cost convention and all Incomes and Expenditures are accounted on accrual basis, except otherwise stated.

(B). Principal Accounting Policies:

Revenue Recognition:

- (i) Interest income is recognized in respect of Financial Assets acquired and restructured for revival on accrual basis.
- (ii) Income in respect of assets acquired and resolved through One Time Settlement and / or by sale of underlying securities is recognized only on realization. Proceeds are appropriated first towards debt acquisition cost and balance is recognized as income.
- (iii) Income is not recognized against the financial assets during the permissible planning period meant for finalization of the resolution strategy.
- (iv) Share of income in case of assets acquired through trusts is recognized as per the terms of relevant trust deed.
- (v) Management fee and other fee incomes are recognized as per the terms of the agreement/offer document.

(C). Asset Classification and provisioning thereon:

The Company shall classify the financial assets acquired and make the required amount of provision against non-performing assets, if any, as per the guidelines issued by Reserve Bank of India from time to time.

(D). Fixed Assets:

- (i) Fixed Assets are stated at cost less accumulated depreciation.
- (ii) Cost includes cost of purchase and all expenditure such as installation costs and professional fees incurred on the assets before it is put to use.
- (iii) Depreciation is charged on Written down value method (WDV) as per rates prescribed in Schedule II of the Companies Act, 2013 as given below.

Class of Asset	Useful Life	Rate of depreciation
Laptops and Tablets	3 years	63.16%
Furniture and Fittings	10 years	25.89%
Vehicles	8 years	31.23%
Office Equipment(EPABX)	5 years	45.07%
Intangible assets(Tally software)	10 years	Amortization over 10 years
Intangible assets (software)	5 years	Amortization over 5 years



(E). Investments:

(i) Investment of the Company in Security Receipts of various trusts set up by the Company is carried at cost. Diminution, if any, based on Net Asset Value declared by the respective trusts is provided by charging it to Profit & Loss Account. Investments in Security Receipts (SRs) held by the Company are treated as "Available for Sale Category". The undertaken policy for providing provision for diminution in investments is as per the RBI Circular No: DOR.SIG.FIN.REC 8/26.03.001/2023-24

(ii) Investments are classified as current or long-term based on the intended holding period. Current investments are valued at the lower of cost and fair value. Long-term investments are carried at cost, unless there is permanent diminution in the value.

(F). Rating of Security Receipts:

Credit ratings are obtained periodically for the Security Receipts issued by the trusts which are managed by the Company in the capacity of managing trustee.

(G). Pre-Acquisition Expenditure of Financial Asset:

Expenditure incurred in acquiring financial asset is debited to the respective financial asset.

(H). Preliminary Expenses:

Preliminary expenses are being amortized over a period of five years.

(I). Provisions, Contingent Liabilities and Contingent Assets:

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

1(A). Contingent Liabilities and commitments

The Management has identified the following disputes pending before different forums of the statutory authorities.

SL. No	Period	Nature of Dispute	Tax Amount	Accrued Interest	Forum
1	A.Y 2021-22	Income Tax	35,550	12,070	CPC
2	A.Y 2022-23	Income Tax	1,292,330	335,998	CPC
TOTAL			1,327,880	348,068	



2. SHARE CAPITAL:

Particulars	As at 31.03.2025	As at 31.03.2024
Authorized share capital		
4,50,00,000 shares divided into		
3,00,00,000 equity shares of Rs.10/- each	300,000,000	300,000,000
1,50,00,000 Preference Shares of Rs.10/- each	150,000,000	150,000,000
Issued Subscribed & Paid up Share Capital		
(2,86,53,000 equity shares of Rs.10/-each)	286,530,000	
(2,86,53,000 equity shares of Rs.10/-each)		286,530,000
(Out of the above, 1,03,14,000 equity shares have been issued for consideration other than cash during the financial year 2017-18 and 32,20,000 Compulsorily Convertible Cumulative Preference Shares of Rs.10/- each converted into equity shares of Rs.10/- each during the financial year 2019-20)		
TOTAL	286,530,000	286,530,000

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period:

Particulars	As at 31 st March 2025		As at 31 st March 2024	
Particulars	No.	Amt. Rs.	No.	Amt. Rs.
Equity shares				
At the beginning of the period	28,653,000	286,530,000	28,653,000	286,530,000
Issued during the period	0	0	0	0
CCCPS Converted into Equity during this financial year	0	0	0	0
Outstanding at the end of the period(i)	28,653,000	286,530,000	28,653,000	286,530,000
Preference Shares (CCCPS)				
At the beginning of the period	0	0	0	0
Issued during the period	0	0	0	0
Converted during the year	0	0	0	0
Outstanding at the end of the period(ii)	0	0	0	0
TOTAL (i)+(ii)	28,653,000	286,530,000	28,653,000	286,530,000

(b) Rights attached to equity shares:

The company has only one class of equity shares having a par value of Rs.10/- per share . Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. The dividend recommended by the Board of Directors is subject to approval of shareholders in Annual General Meeting.

(c) Details of shareholders holding more than 5% shares in the company:

Sl. No	Equity Share holders	As at 31.03.2025		As at 31.03.2024	
		Number	% holding	Number	% holding
1	Sri. Appikatla Sisir Kumar	3,252,926	11.35%	3,744,693	13.07%
2	Sri. Korada Ravi Kumar	607,951	2.12%	3,277,951	11.44%
3	Sri. Pillala Ramakrishna Rao	3,547,894	12.38%	2,995,360	10.45%
4	Smt. J Padmaja Rani	650,000	2.27%	1,664,000	5.81%
5	Sri. Kanteti Venkateswar Rao	2,204,000	7.69%	2,204,000	7.69%
6	Professional Investments and Security Limited	2,314,000	8.08%	-	0.00%

(d) Shares reserved for issue under options:

The company has not reserved any shares for issue under employee's stock option (ESOP), loan agreements or contracts for supply of capital goods etc..



3. Reserves and Surplus:

Particulars	As at 31.03.2025	As at 31.03.2024
A. Securities Premium		
a) Balance as per last financial statement	15,611,000	15,611,000
Total securities premium (A)	15,611,000	15,611,000
B. Surplus/Deficit in the statement of Profit and Loss		
a. Balance as per last financial statements	131,323,358	96,493,324
b. Reversal of provision amount (refer Note 1)	700,000	
c. Profit after tax for the period	26,404,816	34,830,034
d. Less: Interim dividend (refer Note 2)	42,979,500	-
e. Less: Dividend distribution tax on Preference dividend	-	-
Profit transferred to Reserves (a+b+c-d-e)	115,448,673	131,323,358
TOTAL (A+B)	131,059,673	146,934,358

Note 1 :

During the financial year, the Company has recovered a provision amounting to ₹7,00,000, which was originally created against Baid Industries (Trust No. 09/2016) in the earlier financial period. The provision was initially charged to the Profit & Loss Account of the respective year and Upon recovery, the amount has been adjusted against Reserves & Surplus in current year

Note 2 :

The Company has declared the interim dividend out of profits available for distribution .The Company ensured that there were adequate profits and free reserves before declaring the interim dividend. The interim dividend was duly approved by board resolution vide resolution no * 05 dated 08/02/2025, as required under law.

4. Short-term borrowings (secured) :

Particulars	As at 31.03.2025	As at 31.03.2024
Overdraft from PUNJAB NATIONAL BANK (Secured against FDR's)	-	-
TOTAL	0	0



5. Other Current Liabilities:

Particulars	As at 31.03.2025	As at 31.03.2024
a. TDS Payable	1,169,483	109,464
b. GST Reverse Charge Mechanism	92,754	-
c. GST Payable	-	92,484
d. Unpaid Equity Dividend (refer Note 1)	3,384,883	-
e. Professional Tax Payable	-	-
f. Other Liabilities		
i) Trust 5 Liability : 5,30,500 (refer Note 2)		
ii) Trust 6 Liability & Interest there on : 52,62,499 (refer Note 3)		
ii) Trust 9 Liability & Interest there on : 9,41,80,247 (refer Note 4)	99,973,246	5,530,500
TOTAL	104,620,366	5,732,448

Note 1 :

The declared dividend remains unpaid to shareholders for over 30 days from the date of declaration i.e. 08-02-2025. As a result, the unpaid amount has been transferred to the **Unpaid Equity Dividend** account, in accordance with companies act, 2013

Note 2 :

Liability in connection with MARC –AB 05/2016 TRUST - (Outstanding since F.Y 2017-18). We have auctioned a property mortgaged as security to M/s Bhaskar Padma rice Mill Pvt Ltd. Form 26 QB was issued in the name of Meliora ARC Ltd. An amount of Rs 5,30,500/- deducted towards TDS under Section 194 IA and utilized in A.Y 2018-19.

This amount is to be transferred to the Trust for further appropriation and hence shown as current liability.

Note 3 :

Liability in connection with MARC -DENA 06/2016 TRUST- There were two accounts in the Trust viz. M/s Chowky Creations and M/s Janata Engineers & Iron pvt ltd.

(i) Chowky Creations: The party was sanctioned an OTS and an initial payment of Rs. 41.00 lakhs was received. Since no further payment was made, the property was later successfully auctioned for an amount of Rs. 310.00 lakhs on 03.11.2021. The party which was previously granted OTS, requested for the refund of the upfront paid which was refused. They have filed a case against the auction purchaser and is still going on. MARC Ltd has not received any summons till date.

(ii) Janata Engineers: One of the security was auctioned for Rs. 158.00 lakhs and the successful bidder has paid 25% of the bid amount, amounting to Rs. 39.50 lakhs. As the balance amount was not paid, the amount was forfeited. The property was auctioned again successfully. The first bidder has filed a suit asking for the refund of Rs. 39.50 lakhs and the case is pending. After adjusting part of the amount out of Rs. 80.50 lakhs towards Trust Expenses incurred, Management Fee etc., the balance amount of Rs. 50.00 lakhs was kept under fixed deposit as a precautionary step. It will be appropriated after the court cases are disposed.

Note 4 :

Liability in connection with MARC/DENA 09/2016 Trust related to M/s Baid Industries pvt ltd: In this Trust one of the property belonging to the guarantor/mortgagor was sold for Rs. 9.10 crores. But one Mr. Sanjay Dhanani has filed an S.A 895/2023 at DRT, Ahmedabad alleging that he has entered an agreement of sale with the guarantor and the same is still pending before the Court. Since the SA is yet to be disposed off, MARC Ltd after deducting TDS@1% and adjusting towards Management Fee/expenses, deposited the latter amount of Rs. 880.00 lakhs as fixed deposit in Canara Bank. It will be appropriated after the disposal of court case.

6. Short Term Provisions:

Particulars	As at 31.03.2025	As at 31.03.2024
Provision for Taxation	775,317	14,480,520
Provision for dimunition of investments*	-	24,800,000
Dividend distribution tax payable	-	-
Corporate Office Rent Payable	-	-
Register office Rent	-	-
Professional Fee Payable	71,560	45,400
Salaries	-	-
TOTAL	846,877	39,325,920

(*) Provisions for dimunition in the value of investments (Security Receipts) are made based on the 'CRA' ratings given by M/s ICRA Ltd. for the Security Receipts issued by the relevant Trusts



MELIORA ASSET RECONSTRUCTION COMPANY LIMITED

FIXED ASSETS AND DEPRECIATION STATEMENT AS PER INCOME TAX ACT FOR THE FINANCIAL YEAR 2024-25

		GROSS BLOCK				DEPRECIATION				NET BLOCK		
Sl.No.	Name of the Asset	As on 01.04.2024	Additions Before 30th Sep	Additions On or after 1st Oct	Disposals	As on 31.03.2025	Up To 31.03.2024	Rate of Dep (%)	From 01.04.2024 to 31.03.2025	Total 31.03.2025	As on 31.03.2024	As on 31.03.2025
1	Furniture, electrical fittings	69,724	-	-	-	69,724	35,872	10	3,385	39,258	33,852	30,466
2	Plant, machinery, cars	711,530	-	-	-	711,530	517,645	15	29,083	546,728	193,885	164,802
3	Computer, Energy saving devices, etc.	631,250	-	-	-	631,250	609,463	40	8,715	618,178	21,787	13,072
4	Intangible assets	664,800	-	-	-	664,800	515,570	25	37,308	552,877	149,230	111,923
TOTAL		2,077,304	-	-	-	2,077,304	1,678,549		78,491	1,757,040	398,755	320,263



7 FIXED ASSETS:
(a) Tangible Assets

S.no	Description	Gross Block			As at 31.03.2025	Depreciation				Net Block	
		As at 31.03.2024	Additions	Deletions		Up to 31.03.24	From 1.04.2024 to 31.03.2025	Deletions	Up to 31.03.2025	As at 31.03.2024	As at 31.03.2025
1	Tablet 1	22,000	-	-	22,000	22,000	-	-	22,000	-	-
2	Laptop	251,539	-	-	251,539	251,539	(0)	-	251,539	(0)	(0)
3	Computers	247,138	-	-	247,138	247,138	(0)	-	247,138	(0)	(0)
4	Printers	64,773	-	-	64,773	64,773	0	-	64,773	0	0
5	Tablet 2	22,700	-	-	22,700	22,700	-	-	22,700	-	-
6	Steel Almirah	40,491	-	-	40,491	37,371	808	-	38,179	3,120	2,312
7	Filing Cabinet	29,233	-	-	29,233	26,919	599	-	27,518	2,314	1,715
8	Car	711,530	-	-	711,530	671,217	12,590	-	683,807	40,314	27,723
9	EPABX	12,300	-	-	12,300	12,300	0	-	12,300	0	0
TOTAL		1,401,704	-	-	1,401,704	1,355,957	13,997	-	1,369,954	45,748	31,750



(b) Intangible Assets

Description	Gross Block			Amortization					Net Block	
	As at 31.03.2024	Additions	Deletions	As at 31.03.2025	Up to 31.03.2024	From 01.04.2024 to 31.03.2025	Deletions	Up to 31.03.2025	As at 31.03.2024	As at 31.03.2025
Tally Software	75,600	-	-	75,600	52,057	7,560	-	59,617	23,543	15,983
Software	600,000	-	-	600,000	600,000	-	-	600,000	-	-
TOTAL	675,600	-	-	675,600	652,057	7,560	-	659,617	23,543	15,983

Note: Software is amortized over 5 years equally

Tally Software is amortized over 10 years equally



8. INVESTMENTS:

8.1. Investment in Trusts:

Particulars	Non-current		Current	
	As at 31.03.2025	As at 31.03.2024	As at 31.03.2025	As at 31.03.2024
MARC –SBT 03/2015 Trust:				
MB-AG Timber Pvt Ltd	-	-	-	-
National Lumbers	-	-	-	-
Zaan Commodities Pvt Ltd	-	-	-	-
MARC-SVC 07/2016 Trust:				
Pratibha Ispat (P) Ltd	-	-	-	-
MARC-DENA 09/2016 Trust:				
Baid Industries	-	-	-	1,16,00,000
Sree Autos	-	-	-	-
MARC-AB 10/2016 Trust:				
Ravi Edible Oil Refinery	-	-	-	-
Nehal Creations	-	-	-	-
Reliance Cullulose & Ranichem Industries	-	-	-	-
MARC- AB 12/2017 Trust:				
LEADAGE METALS LTD	-	-	-	-
SREE RAYASEEMA GREEN STELOY LTD	-	-	-	-
MARC 13/2017 Trust:				
OM SREE SAI RAM	-	-	-	-
MARC_DENA 14/2017 Trust:				
Sri Krishna Educational Trust:	-	-	-	1,32,00,000
MARC AB 16/2017 Trust:				
PBR AGRI TECH	-	-	-	-
Karumuri Suryakantam & 3 others	-	-	-	-
MARC JSB 17/2018 Trust:				
Indian Institute of Rural Workers	-	-	-	-
TOTAL	-	-	-	2,48,00,000
*The assets whose schedule recovery period is considered less than 12 months, they have shown under current investments. Remaining assets are shown under Non-current investments. The classification of above assets are based on the Present status report & expectations of the assets.				

* A circular resolution dated 25.03.2025 has been passed wrt to write off of investments in MARC/DENA 09/2016 Trust A/c M/s Baid Industries Pvt Ltd and MARC/DENA 14/2017 TRUST A/C SRI KRISHNA EDUCATIONAL TRUST

8.2. Investment in Mutual Funds

Particulars	Non-current		Current	
	As at 31.03.2025	As at 31.03.2024	As at 31.03.2025	As at 31.03.2024
Axis Ultra Short Duration Fund Regular Growth			50,00,000	
Edelweiss Money Market Fund Regular Plan	-	-	50,00,000	-
Motilal Oswal Ultra Short Term Fund	-	-	1,00,00,000	-
TOTAL	-	-	2,00,00,000	-
TOTAL INVESTMENTS (8.1.+8.2.)			2,00,00,000	2,48,00,000
*The Company has invested in mutual funds, which is permitted under the Memorandum of Association (MOA). The investment has been approved by a Shareholders' Resolution passed on 18th July, 2024.				



9. Computation of Deferred Tax

Sl. no	Particulars	Amount(Rs.)	Amount(Rs.)
1	Deferred Tax Asset(opening bal)		93,807
2	Depreciation as per income tax act	78,491	
3	Depreciation as per companies act	21,557	
4	Difference	-56,934	
5	Deffered tax asset @ 25.168%		-14,329
	Total deferred tax asset		79,478

10. LONG TERM LOANS & ADVANCES:

Particulars	As at 31.03.2025	As at 31.03.2024
Security Deposits (Unsecured considered good)		
a. Rental Deposit	169,000	169,000
b. Telephone Deposit	-	-
TOTAL	169,000	169,000



11. Other Assets:

Particulars	Non-current Portion		Current Portion	
	As at 31.03.2025	As at 31.03.2024	As at 31.03.2025	As at 31.03.2024
A. Unsecured and considered good Expenses recoverable from trusts managed by the company				
MARC- SBT 01/2015 TRUST		-	1,500	-
MARC –SBT 03/2015 TRUST		-	1,134,616	841,111
MARC-AB 05/2016 A.DEED EXP	127,747	127,747		-
MARC – DENA 06. TRUST A.DEED EXP		-	360,931	162,126
MARC – SVC 07. TRUST	23,600	23,600		-
MARC-AXIS 08 TRUST		-		-
MARC –DENA 09 TRUST		-	231,702	1,015,618
MARC –AB 10/17 TRUST		-	66,491	59,491
MARC-United 11/2017 Trust		-	1,500	-
MARC-AB 12/2017 Trust		-	1,500	-
MARC13/2017 Trust		-	1,600	100
MARC-DENA 14/2017 Trust		-	1,339,336	724,211
MARC-IB 15/2017 Trust		-		-
MARC-DENA 16/2017 Trust	1,310,008	178,358		-
MARC JSB 17/2018 Trust			(65,507)	-74,482
(A)	1,461,355	329,705	3,073,669	2,728,175
B. Other items				
Prepaid Expenses	-	-	8,293	-
Interest accrued on Reliance FD	-	-		-
Interest accrued on Fixed Deposits (refer Note 1)	-	-	28,129,092	13,869,116
Input GST	-	-	22,457	55,688
Input GST Reverse Charge	-	-		-
GST Input Provisional	-	-		-
GST-ITC	-	-	652,206	231,158
Sundry Debtors	-	-		-
Deposited with Income Tax	-	-		-
Deposited with Service Tax	-	-		-
Advance Tax	-	-	1,200,000	-
(B)	-	-	30,012,048	14,155,962
Total (A+B)	1,461,355	329,705	33,085,716	16,884,137

Note 1 :

The accrued interest amount for the period has been derived from fixed deposits held in Trust 06 and Trust 09 amounting Rs.55,91,349/- .For Trust 09, interest income for the entire financial year has been recognised on an accrual basis. For Trust 06, interest income has been recognized for a period of 11 months during the year. The interest for the month of March has been accrued but not yet received, and is shown under Accrued interest.



12. Cash & Bank Balances:

Particulars	As at 31.03.2025	As at 31.03.2024
Cash and Cash Equivalents		
Balances with Banks		
a.(i) In Current Accounts	8,087,671	2,645,150
(ii) Unpaid Dividend Account	4,475,334	-
(iii) Overdraft from PUNJAB NATIONAL BANK	819,623	
b. Cash on hand	-	-
c. In fixed deposits :		
1.MARC Fixed Deposit* : Rs. 35,79,02,653	450,902,653	421,375,920
2. FDs in view of pending Court Cases,		
(i)Trust 06 : Rs. 50,00,000,		
(ii)Trust 09 : Rs. 8,80,00,000		
TOTAL	464,285,281	424,021,070

(*)Fixed deposits worth Rs 26,32,372/- were lien marked as security against overdraft(PNB)

13. Short – term loans and advances:

Particulars	As at 31.03.2025	As at 31.03.2024
TDS*	3,928,353	12,155,716
TOTAL	3,928,353	12,155,716

(*)The total TDS amount for FY 2024-25 includes an amount of Rs. 644,273/- which is against Trust 06 & Trust 09 FDs' Interest Income of Rs. 64,42,746/-

14. Revenue from operations:

Particulars	As at 31.03.2025	As at 31.03.2024
Incentive		9,225,000
Upside sharing of Recovery		17,070,634
(A)	-	26,295,634
Other Financial Services		
Management Fee (B)	2,342,500	25,323,833
TOTAL (A+B)	2,342,500	51,619,467

Both Incentive On SRs Redeemed and Management Fee attracts GST whereas Upside Sharing of Recovery doesn't attract GST.



15. Other Income:

Particulars	As at 31.03.2025	As at 31.03.2024
Interest on FD's with Banks	30,362,363	26,026,669
Interest (Others)	64,539	1,284,403
Round off		5.00
TOTAL	30,426,902	27,311,077

16. Employee benefits expenses:

Particulars	As at 31.03.2025	As at 31.03.2024
a. Salaries	3,084,200	3,651,500
b. Staff welfare	27,750	42,852
c. Staff Welfare Health Insurance	-	60,000
d. Leave Encashment	-	-
TOTAL	3,111,950	3,754,352

17. Administrative Expenses:

Particulars	As at 31.03.2025	As at 31.03.2024
Conveyance Charges	12,402	9,065
Postage	5,568	8,863
Stationery & Printing	14,562	64,595
Rent	783,980	771,676
Corporate and Registered Office Maintenance	95,600	72,347
Travelling expenses	26,187	38,258
Legal expenses	-	875,000
Vehicle maintenance	370,064	367,623
Computer Maintenance & Google Suit Charges	48,715	32,964
TOTAL	1,357,078	2,240,392



18. OTHER EXPENSES:

Particulars	As at 31.03.2025	As at 31.03.2024
Board Meeting Expenses		-
Sitting fee- Directors	360,000	510,000
Travelling allowance- Board Meeting		-
ARC Association Membership fee		-
CIBIL/CERSAI FEE/MCA Fess		-
Statutory Audit Fee	30,000	30,000
GST Fine	-	356
Professional Fee(S S Reddy & Co.)	327,000	357,000
ROC & filing fees	34,642	10,030
Insurance	12,978	9,158
Telephone charges & Internet Charges	44,015	44,009
Electricity charges	69,243	93,074
Trade license fee		4,800
Office maintenance	37,134	21,578
Newspapers, Books, Periodicals	16,170	1,061
Interest on Income Tax		-
Other Charges	68	-
Software Development Expenses		-
Business development expenses		-
Repairs and Maintenance	7,961	8,600
Stamp papers		-
Audit expenses	10,000	-
NSDL Charges	75,000	75,000
Roc fee		-
Service tax		-
Interest on Service tax		-
PenaltyService tax		-
ISIN CHARGES		15,000
Interest on Income Tax of FY 23-24	43,036	-
TOTAL	1,067,247	1,179,666

19. Write-Off and Provision for Loss on Diminution of investments:

Particulars	As at 31.03.2025	As at 31.03.2024
Provision for Loss on Diminution of value of security receipts	-	20,200,000
Investment in Security Receipts Written-Off F.Y 2024-25	-	2,100,000
TOTAL	-	22,300,000



Write-Off and Provision for Loss on Diminution of Value Of Security Receipts

Sl. No	Asset	Trust	Ratings	Indication Of Ratings For Feb -25	Outstanding Security Receipts	Provision As On 31st March, 2024	Write-Off Required	Write Off Charged To Provision Account upon recovery	Excess provision added to reserve	Provision As On 31st March, 2025
			Feb-25							
1	Zaan Commodities	MARC/SBT-03/2015	RR5	Less than 25%	-	-	-	-	-	-
2	Prathiba Ispat Pvt Ltd	MARC/SVC-07/2016	RR5	Less than 25%	-	-	-	-	-	-
3	Baid Industries Pvt Ltd	MARC/DENA-09/2016	RR5	Less than 25%	1,09,00,000	1,16,00,000	1,09,00,000	1,09,00,000	7,00,000	-
4	Sri Autos									
5	Sri Krishna Educational Trust	MARC/DENA-14/2017	RR4	25%-50%	1,32,00,000	1,32,00,000	1,32,00,000	1,32,00,000	-	-
6	PBR Agrotech Pvt Ltd	MARC/AB-16/2017	RR5	Less than 25%	-	-	-	-	-	-
7	Kanumuri Suryakantham and Others									
Total					2,41,00,000	2,48,00,000	2,41,00,000	2,41,00,000	7,00,000	-

* A circular resolution dated 25.03.2025 has been passed wrt to write off of investments in MARC/DENA 09/2016 Trust A/c M/s Baid Industries Pvt Ltd (Rs. 1.09 Crores) and MARC/DENA 14/2017 TRUST, Sri Krishna Educational Trust (Rs.1.32 crores)



20. Finance Cost:

Particulars	As at 31.03.2025	As at 31.03.2024
Interest expense - Overdraft		-
Bank charges	17,109	6,984
TOTAL	17,109	6,984

21. EPS Calculation

Particulars	As at 31.03.2025	As at 31.03.2024
Profit after tax	26,404,816	34,830,034
Add: Income tax refund	-	-
Less: Preference dividend	-	-
Less: Dividend distribution tax	-	-
Amount available for equity share holders	26,404,816	34,830,034
No. of equity shares	28,653,000	28,653,000
No. of Preference Shares Converted into Equity shares	-	-
Basic EPS	0.92	1.22
Diluted EPS	0.92	1.22
Face Value of Equity share	10	10

22. The Security Receipts issued by the Trusts, which are managed by the company as Managing Trustee, are being rated by M/s. ICRA Ltd., in accordance with the guidelines issued by the Reserve Bank of India for credit rating of SR's of the Trusts.

23. During the financial year, The company has altered the MOA by inserting new sub clause 4 and 5 after existing business clauses 1,2 and 3 pursuant to special resolution no. 5 passed at AGM of company held on 12/08/2024. The sub clauses inserted are as follows:

* To carry on business as, acquisition of NPA assets under IBC and SARFAESI act, 2002 and investment in shares, stocks, units, debentures, debenture-stock bonds, mutual funds, securities of any company and carrying on proprietary trading, dealing in existing and future financial products.

*To carry on the business as contractors and builders, infrastructure developers, real estate and land developers and to acquire movable and immovable properties either directly or indirectly for the purpose of development or resale and to carry on the business of traders, manufacturers, software developers, assemblers, repairs, importers, exporters, of various products/goods, consumables, merchandise, do all necessary acts and things for the attainment of above objects and to act as financial advisor, consultants and finding suitable buyers for movable/ immovable assets/ plants available for disposal, capital acquisition, to acquire distress companies or assets under IBC or any other services under IBC code 2016 and the recovery/ resolution of debt due to banks and financial institutions, through DRT act,1993, SARFAESI act, 2002, IBC code 2016 and through all other available legal methods.



24. Related Party disclosures:

Name of the Party	Nature of Relationship	Nature of Transaction	Transaction Amount (Rs.)
M/s SISIR & RAVI ASSOCIATES	Common Management	Fees paid to Resolution Agents*	232,000
A SISIR KUMAR	Director	Rent**	258,380

*The Company appointed M/s Sisir & Ravi Associates as Resolution Agents. Mr. Appikatla Sisir Kumar & Mr. Korada Ravi Kumar, promoter directors of the Company are also the partners in M/s Sisir & Ravi Associates. Fees paid to resolution agents with respect to the following accounts :

Sri Krishna Educational Trust	232,000

**Flat taken on lease from Mr. A. Sisir Kumar for housing the Registered Office of the Company, on a monthly rent of Rs. 15,000/- p.m with an annual increase of 5% of rent and maintenance charges on actual basis with effect from 1st August 2016. Meliora has paid Rs. 20,837/- p.m as rent from April to July and Rs. 21879/- p.m from August to March for the F.Y 2024-25.

Key Managerial Persons Remuneration Details

Name of the Party	Nature of Relationship	Nature of Transaction	Transaction Amount (Rs.)
K.SRINIVASAN*	CEO	Remuneration	1,800,000
MAHENDRA REDDY**	CS	Remuneration	480,000

*Remuneration is being paid to Chief Executive Officer of the company at Rs. 1,50,000/- Per month.

**Remuneration is being paid to Company Secretary of the company at Rs. 40,000/- Per month.

Directors Dividend Payment details

Name of the Director	Dividend Amount(Rs.)
P. Rama Krishna Rao	5,321,841
K. Ravi Kumar	911,927
A. Sisir Kumar	4,681,014

25. Taxes on Income (AS-22)

Depreciation as per IT	78,491	131,365
Items of deferred tax assets	-14,329	12,226
Deferred Tax Liability at current rate of tax	-	-

Note. The deferred tax liability of Rs. 14,329/- has been occurred for the year 2024-25 due to the timing difference of depreciation component. Total adjusted Deferred tax asset as on 31/03/2025 is 78,491/-

26. Previous year's figures are regrouped wherever necessary.

27. ADDITIONAL DISCLOSURES:

The following are the additional disclosures as required by "The Securitisation Companies and Reconstruction Companies (Reserve Bank) Guidelines and Directions ,2003".

(i) The Names and addresses of banks/financial Institutions from whom financial assets were acquired and the values at which such assets were acquired from each bank/financial institutions.

Sponsors:

Seller-wise acquisition details as at 31.03.2025		
Sellers	Address	Acquisition Price
Nil		

Non-Sponsors:

Sellers	No.of Accounts	Address	Acquisition Price (Rs.)
State Bank of India (SBT)	6	Corporate Centre, State Bank Bhavan, Madame Cama Road, Nariman Point, Mumbai, Maharashtra 400021	346,500,000
Bank Of Baroda(Dena Bank)	6	Corporate Centre, C-10, Block "G", Bandra Kurla Complex, Mumbai-400 051	377,700,000
Axis Bank	2	Corporate Office, Bombay Dyeing Mills Compound, Pandurang Budhkar Margh, Worli,	77,000,000
Andhra Bank	10	Central Office, Koti, Hyderabad	627,500,000
SVC Coop Bank	1	SVC Buildings, Vakola, Santacruz(E), Mumbai.	102,000,000
United Bank	1	. 11 Hemant Basu Sarani. Kolkata - 700001	22,100,000
Indian Bank	1	66, Rajaji Salai, Chennai 600001.	57,500,000
Janata Sahakari Bank	1	BAJIRO ROAD, PUNE	102,500,000
TOTAL	28		1,712,800,000

(ii) Dispersion of various financial assets industry-wise as at 31.03.2025:

Industry	No. of borrowers	Acquisition Price	% of Total
Textiles & spinning	3	208,500,000	12.17%
Readymade Garments	2	69,400,000	4.05%
Nursery	1	35,400,000	2.07%
Timber	4	208,800,000	12.19%
Information & Technology	1	72,000,000	4.20%
Iron-Steel-Other Metals	6	323,500,000	18.89%
Trading	2	55,500,000	3.24%
Automobiles	1	26,200,000	1.53%
Rice & Edible Oils	2	147,500,000	8.61%
Chemicals	1	220,000,000	12.84%
Educational	2	222,500,000	12.99%
Oil & Gas	1	26,000,000	1.52%
Coffee Estate & Plantation	1	57,500,000	3.36%
Poultry	1	40,000,000	2.34%
TOTAL	28	1,712,800,000	100



(iii)	Details of Related parties as per Accounting Standards and guidance notes issued by the Institute of Chartered Accountants of India and the amounts due to and from them.	Refer Note 24			
(iv)	A statement clearly charting therein the migration of financial assets from standard to non-performing.	Nil			
(v)	(I)Value of Financial assets acquired during the financial year either on it's own books of the company or in the books of the Trusts.(F.Y 2024-25)	Nil			
	(II)Value of Financial assets acquired upto the financial year 2024-25 either on it's own books of the company or in the books of the Trusts.	1,712,800,000			
(vi)	(I)Value of the financial assets realized during the financial year.(F.Y 2024-25)	51,900,000			
	(II)Value of the financial assets realized upto the financial year 2024-25.	1,522,500,000			
(vii)	Value of financial assets outstanding for realization as at the end of the financial year.(As on 31.03.2025)	190,300,000			
(viii)	(a)(I)Value of security receipts redeemed partially during the financial year.(F.Y 2024-25)	47,100,000			
	(a)(II)Value of security receipts redeemed partially upto the financial year 2024-25.	331,900,000			
	(b)(I)Value of security receipts redeemed fully during the financial year.(F.Y 2024-25)	0			
	(b)(II)Value of security receipts redeemed fully upto the financial year 2024-25.	1,185,100,000			
(ix)	Value of security receipts pending for redemption as at the end of the financial year.(As On 31.03.2025)	190,300,000			
(x)	Value of security receipts which could not be redeemed as a result of non-realization of the financial asset as per the policy formulated by the securitization company or reconstruction company under paragraph 6(C)(ii) or 6(C)(iii).	Nil			
(xi)	Value of land and/or building acquired in ordinary course of business of reconstruction of assets (year wise).	Nil			
(xii)	The basis of valuation of assets if the acquisition vaue of the assets is moe than the Book Value.	Nil			
(xiii)	The details of Assets disposed off (either by write off or by realisation) during the year at discount of more than 20% of valuation as on the previous year and reasons therefore.	Nil			
(xiv)	The details of Assets where the value of the SRs has declined more than 20% below of the acquisition value.				
Asset		Trust	Ratings Feb-25	Indication Of Ratings For Feb -25	Acquisition Value
Zaan Commodities		MARC/SBT-03/2015	RR5	Less than 25%	28,000,000
Prathibha Ispat Pvt Ltd		MARC/SVC-07/2016	RR5	Less than 25%	102,000,000
Baid Industries Pvt Ltd		MARC/DENA-09/2016	RR5	Less than 25%	85,500,000
Sree Autos					26,200,000
Sri Krishna Educational Trust		MARC/DENA-14/2017	RR4	25%-50%	120,000,000
PBR Agrotech Pvt Ltd		MARC/AB-16/2017	RR5	Less than 25%	40,000,000
Kanumuri Suryakantham and Others					23,500,000
(xv)	Information about outsourced agency, if owned/ controlled by a director of the ARC.				Refer Note 24
(xvi)	Information about assets acquired under IBC including the type and value of assets acquired, the sector-wise distribution based on business of the corporate debtor.				Nil
(xvii)	Implementation status of the resolution plans approved by the Adjudicating Authority on a quarterly basis.				Nil



OTHER INFORMATION:

1.1.As per the guidelines of RBI, it was mandatory to increase Net Owned Funds (NOF) to a minimum of Rs. 100.00 crores on or before 31.03.2019. Though the Company has submitted an application backed by an investor from Hong Kong, the same was withdrawn due to technical issues. Hence RBI had cancelled the Certificate of Registration (CoR) vide its order dated 30.08.2019. Aggrieved by this, the Company had appealed on 09.10.2019 to the Secretary, Department of Financial Services, Government of India for the restoration of the license as per the provisions of the Act. Department of Financial Services (DFS) had rejected the appeal. RBI has granted an extension of time up to 3 years for realization of existing financial assets and consequent redemption of security receipts.

The Company has filed a Writ Petition at The High Court, Delhi W.P. (C) No. 10495/2022, challenging the decision of RBI cancelling the CoR for non-compliance of NOF. As per the interim order passed by Honourable High Court, MARC can reapply for a fresh license and the same is to be considered by RBI without any bearing on the earlier cancellation. The company has initially prayed for restoration of license instead of applying for a fresh one.

The company has withdrawn the Writ Petition against the cancellation of license at High Court, Delhi is withdrawn on 6th August 2024. The company took this decision based on the present scenario in ARC market and the delay in court proceedings. As per RBI Circular RBI/2022-23/128 DoR.SIG.FIN.REC.75/26.03.001/2022-23 dated 11th October, 2022 on Review of Regulatory Framework for Asset Reconstruction Companies (ARCs), it has been stipulated that the Net Owned Funds (NOF) of the ARCs shall be at a minimum of Rs. 200.00 crores as on 31/03/2024 and at Rs. 300.00 crores as on 31/03/2026. The company remains as a going concern and decided to opt out of the ARC business and venture into other business activities.

The MOA/AOA have suitably been altered and ROC permission has been obtained. The company has informed of their decision through a letter to RBI.

2. The company has auctioned a property at surat which is a security for M/s Baid industries Pvt ltd for Rs. 9.10 crores. An amount of Rs 9.10 Lakhs as TDS was remitted in the name of the mortgager by the auction purchaser. On earlier occasions, such TDS on sale of property was accounted in the books of MARC Ltd. Hence, the company has accounted auction proceeds excluding TDS, i.e, Rs 9,00,90,000/- only as recovery. But a third party has filed a petition at DRT and the SA 895/2023 is pending. After appropriating part of the amount towards management Fee and expenses an amount of Rs. 880.00 lakhs has been kept in Fixed Deposits.



3. In respect of MARC/DENA 06/2016 in the account of M/s Janata Engineers & Company (Iron), one of the property has been auctioned but the successful bidder has paid only 25% of the bid amount of Rs. 39.50 lakhs. Hence the amount was forfeited and the property was auctioned again successfully to another bidder. The first bidder who has not paid the balance 75% has challenged the same and the case is pending at Faridabad Court. The company has kept Rs. 50.00 lakhs in Fixed Deposit against any contingency.

4. The company is opting the new tax rate under Sec 115BAA, from the financial year 2019-20 onwards the company shall compute the tax liability as specified in section 115 BAA.



28. Analytical Ratios for the year ended 31st March, 2025 and 31st March, 2024

Sl. No.	Ratio	Numerator	Denominator	31st March, 2025	31st March, 2024	Variance
1	Current Ratio	Current Assets	Current Liabilities	4.94	10.61	(53.39)
2	Debt-Equity Ratio	Total Debt (Non current borrowings+ Current Borrowings)	Shareholder's Equity (Total Equity)	-	-	NA
3	Debt Service Coverage Ratio	Profit for the Year+Finance Costs+Depreciation and amortization expenses+ Exceptional Items	Finance Costs + lease payments + Scheduled principal repayments of non current borrowings	-	-	NA
4	Return on Equity	Profit for the year	Average Shareholder's Equity	6.21%	8.37%	(25.86)
5	Inventory Turnover Ratio	Revenue from Operations	Average Inventory	NA	NA	NA
6	Trade Receivables Turnover Ratio	Revenue from Operations	Average Trade Receivable	-	-	NA
7	Trade Payables Turnover Ratio	Purchase of service and other expenses	Average Trade Payables	-	-	NA
8	Net Capital Turnover Ratio	Turnover	Working Capital+current maturities of non current borrowings	0.08	0.18	(56.22)
9	Net Profit Ratio	Profit for the year	Turnover	80.58%	44.13%	82.59
10	Return on Capital Employed	Earnings before interest and taxes	Capital Employed	6.51%	11.37%	(42.72)
11	Return on Investment (ROI)	Income from Investment	Cost of Investment	14.53%	66.37%	(78.11)

(i) Capital Employed = Equity+Long Term Borrowings+Current Borrowings+Current maturities of Non current borrowings+Deferred Tax

