

Independent Auditor's Review Report on unaudited financial results of Arka Fincap Limited for the quarter and half year ended September 30, 2024 pursuant to Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015 (as amended)

To,
The Board of Directors
Arka Fincap Limited

1. We have reviewed the accompanying statement of unaudited financial results of **Arka Fincap Limited** (the 'Company') for the quarter and half year ended September 30, 2024 (the 'Statement'). This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 - "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 52 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

Other Matter

4. The comparative financial results of the Company as stated in statement for the quarter and half year ended September 30, 2023 and for the year ended March 31, 2024 were reviewed / audited by the predecessor auditor who expressed an unmodified conclusion / opinion on those financial results on October 25, 2023 and April 30, 2024 respectively. Accordingly, we, do not express any conclusion/opinion, as the case may be, on the figures reported in the financial results for the quarter and half year ended September 30, 2023 and the year ended March 31, 2024.

Our conclusion is not modified in respect of this matter.

Place: Mumbai
Date: October 22, 2024
UDIN: 24414420BKASN6859

For Singhi & Co.
Chartered Accountants
Firm Registration Number: 302049E
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Shweta Singhal
Partner
Membership No: 414420

Arka Fincap Limited

Regd. Office: 2504, 2505, 2506, 25th Floor, One Lodha Place, Lodha World Towers, Senapati Bapat Marg, Lower Parel, Mumbai- 400013, India

Tel: +91 22 40471000 CIN: U65993MH2018PLC308329

Website: www.arkafincap.com E-mail: arkasecretarialandcompliance@arkaholdings.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2024

(₹ in Lakhs)

| Sr. No. | Particulars | Quarter Ended | | | Half Year Ended | | Year Ended |
|-----------|--|-------------------|------------------|-------------------|-------------------|-------------------|------------------|
| | | 30 September 2024 | 30 June 2024 | 30 September 2023 | 30 September 2024 | 30 September 2023 | 31 March 2024 |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1 | Revenue from operations | | | | | | |
| | (a) Interest income | 16,907.67 | 14,841.71 | 11,474.30 | 31,749.38 | 23,034.41 | 49,043.60 |
| | (b) Fees and commission income | 447.27 | 482.87 | 291.41 | 930.14 | 576.75 | 1,220.71 |
| | (c) Gain on derecognition of financial assets measured at amortised cost | 1,720.21 | 587.02 | 371.35 | 2,307.23 | 781.31 | 4,008.73 |
| | (d) Net gain on sale of investments | 224.70 | 303.32 | 684.60 | 528.02 | 1,204.70 | 2,095.79 |
| | (e) Net gain on fair value changes of investments | 71.95 | - | (79.99) | 71.95 | 0.05 | - |
| | Total revenue from operations | 19,371.80 | 16,214.92 | 12,741.67 | 35,586.72 | 25,597.22 | 56,368.83 |
| 2 | Other income | 496.12 | 305.43 | 210.45 | 801.55 | 250.58 | 709.90 |
| 3 | Total income (1+2) | 19,867.92 | 16,520.35 | 12,952.12 | 36,388.27 | 25,847.80 | 57,078.73 |
| 4 | Expenses | | | | | | |
| | (a) Finance costs | 11,063.38 | 9,624.20 | 7,103.38 | 20,687.58 | 14,458.06 | 31,533.12 |
| | (b) Net loss on fair value changes | - | - | - | - | - | 2.67 |
| | (c) Impairment on financial instruments | 1,298.35 | 850.39 | 548.57 | 2,148.74 | 1,705.66 | 2,561.19 |
| | (d) Employee benefit expenses | 2,810.73 | 2,799.79 | 1,884.41 | 5,610.52 | 3,227.43 | 7,864.18 |
| | (e) Depreciation and amortisation expenses | 191.26 | 196.25 | 207.20 | 387.51 | 405.18 | 772.12 |
| | (f) Other expenses | 1,313.41 | 937.92 | 658.16 | 2,251.33 | 1,273.25 | 3,437.74 |
| | Total expenses | 16,677.13 | 14,408.55 | 10,401.71 | 31,085.68 | 21,069.57 | 46,171.02 |
| 5 | Profit before exceptional items and tax (3-4) | 3,190.79 | 2,111.80 | 2,550.41 | 5,302.59 | 4,778.23 | 10,907.71 |
| | Exceptional items - Expenses / (Income) (refer note 9) | (786.40) | (742.10) | - | (1,528.50) | - | 1,528.50 |
| 6 | Profit before tax | 3,977.19 | 2,853.90 | 2,550.41 | 6,831.09 | 4,778.23 | 9,379.21 |
| 7 | Tax expense | | | | | | |
| | (a) Current tax | 159.27 | 599.32 | 635.67 | 758.59 | 803.81 | 2,049.53 |
| | (b) (Excess)/Short provision related to earlier years | (30.11) | - | - | (30.11) | - | - |
| | (c) Deferred tax | 818.94 | 123.62 | 29.52 | 942.56 | 442.75 | 406.60 |
| | Total tax expenses | 948.10 | 722.94 | 665.19 | 1,671.04 | 1,246.56 | 2,456.13 |
| 8 | Profit after tax (6-7) | 3,029.09 | 2,130.96 | 1,885.22 | 5,160.05 | 3,531.67 | 6,923.08 |
| 9 | Other comprehensive income, net of tax | | | | | | |
| | (a) Items that will not be reclassified to profit and loss | (10.80) | - | - | (10.80) | - | (20.34) |
| | (b) Items that will be reclassified to profit and loss | - | - | - | - | - | - |
| | Total other comprehensive income, net of tax | (10.80) | - | - | (10.80) | - | (20.34) |
| 10 | Total comprehensive income (8+9) | 3,018.29 | 2,130.96 | 1,885.22 | 5,149.25 | 3,531.67 | 6,902.74 |
| 11 | Paid-up equity share capital (Face value of ₹ 10/- each) | 92,872.81 | 92,872.81 | 92,872.81 | 92,872.81 | 92,872.81 | 92,872.81 |
| 12 | Other equity | | | | | | 24,795.63 |
| 13 | Earning per share (In ₹) (Face value of ₹ 10/- each) | | | | | | |
| | (a) Basic (Not Annualised) | 0.33 | 0.23 | 0.21 | 0.56 | 0.39 | 0.75 |
| | (b) Diluted (Not Annualised) | 0.32 | 0.23 | 0.20 | 0.55 | 0.38 | 0.74 |

Notes:

1 Statement of assets and liabilities (Balance Sheet): (₹ in Lakhs)

| Particulars | As at 30 September 2024 | As at 31 March 2024 |
|---|----------------------------|------------------------|
| | Unaudited | Audited |
| ASSETS | | |
| (I) Financial assets | | |
| (a) Cash and cash equivalents | 62,110.17 | 39,252.96 |
| (b) Bank balances other than cash and cash equivalents | 798.92 | - |
| (c) Trade receivables | - | 20.25 |
| (d) Loans | 5,41,567.28 | 4,70,488.06 |
| (e) Investments | 35,540.25 | 9,070.85 |
| (f) Other financial assets | 7,031.73 | 5,409.75 |
| | 6,47,048.35 | 5,24,241.87 |
| (II) Non-financial assets | | |
| (a) Current tax assets (net) | 3,056.63 | 1,819.33 |
| (b) Deferred tax assets (net) | - | 893.08 |
| (c) Property, plant and equipment | 1,582.91 | 1,814.99 |
| (d) Intangible assets | 197.40 | 249.28 |
| (e) Capital work-in-progress | - | 19.31 |
| (f) Other non-financial assets | 1,267.62 | 564.55 |
| | 6,104.56 | 5,360.54 |
| TOTAL ASSETS (I+II) | 6,53,152.91 | 5,29,602.41 |
| LIABILITIES AND EQUITY | | |
| (III) Financial liabilities | | |
| (a) Trade payables | | |
| (i) Outstanding to micro enterprises and small enterprises | 46.00 | 79.73 |
| (ii) Outstanding dues of creditors other than micro and small enterprises | 1,254.38 | 536.13 |
| (b) Debt securities | 1,46,883.47 | 1,25,150.32 |
| (c) Borrowings (other than debt securities) | 3,44,640.21 | 2,43,153.65 |
| (d) Subordinated Debt | 13,819.76 | 13,832.98 |
| (e) Other financial liabilities | 20,726.17 | 25,676.24 |
| | 5,27,369.99 | 4,08,429.05 |
| (IV) Non-financial liabilities | | |
| (a) Provisions | 508.92 | 458.83 |
| (b) Deferred tax liabilities (Net) | 45.86 | - |
| (c) Other non-financial liabilities | 2,364.59 | 3,046.09 |
| | 2,919.37 | 3,504.92 |
| (V) Equity | | |
| (a) Equity share capital | 92,872.81 | 92,872.81 |
| (b) Other equity | 29,990.74 | 24,795.63 |
| | 1,22,863.55 | 1,17,668.44 |
| TOTAL LIABILITIES AND EQUITY (III+IV+V) | 6,53,152.91 | 5,29,602.41 |

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2 Statement of Cash Flows:

(₹ in Lakhs)

| Particulars | Half Year Ended 30 | Half Year Ended 30 |
|--|----------------------|----------------------|
| | September 2024 | September 2023 |
| | Unaudited | Unaudited |
| A Cash Flow from Operating Activities | | |
| Net profit before tax | 6,831.09 | 4,778.23 |
| Adjustments for: | | |
| Depreciation and amortisation | 387.51 | 405.18 |
| Loss on sale of Property, Plant and Equipment | - | 2.08 |
| Provision for expected credit loss | 2,148.74 | 1,705.66 |
| Provision for share based payments | 45.88 | 110.18 |
| Finance cost | 20,687.58 | 14,458.06 |
| | 23,269.71 | 16,681.16 |
| Interest received on fixed deposits | (12.94) | (444.85) |
| Profit on sale of investments | (528.02) | (1,204.70) |
| Gain on derecognition of financial assets measured at amortised cost | (2,307.23) | (761.88) |
| Provision for investments in Arka Credit Fund I | (1,528.50) | - |
| Interest received on debt instrument | (634.63) | (1,007.77) |
| Interest income on security deposit | (8.97) | (21.30) |
| Fair value loss / (gain) on investments | (71.95) | (0.05) |
| Interest income on investments in AIF | (20,687.58) | (52.22) |
| | (25,779.82) | (3,492.77) |
| Operating profit before working capital changes | 4,320.98 | 17,966.62 |
| Adjustments: | | |
| (Increase)/Decrease in loans and advances | (73,238.66) | (27,757.53) |
| (Increase) / Decrease in trade receivables | 20.25 | (60.75) |
| (Increase) / Decrease in security deposits | (21.66) | 30.77 |
| (Increase) / Decrease in Prepaid expenses | (134.62) | 15.96 |
| (Increase) / Decrease in Other financial assets | 273.42 | (299.32) |
| (Increase) / Decrease in Other non-financial assets | (568.46) | (66.77) |
| Increase / (Decrease) in provisions | (538.48) | (1,084.68) |
| Increase/(Decrease) in trade payable | 684.52 | 165.23 |
| Increase/(Decrease) in Other financial liabilities | (4,161.27) | 3,840.72 |
| Increase/(Decrease) in Other non-financial liabilities | (697.36) | 358.13 |
| | (74,061.34) | (6,891.62) |
| Income Tax (paid) / refund [Net] | (1,965.77) | (1,933.10) |
| Net cash used in operating activities (A) | (76,027.11) | (8,824.72) |
| B Cash flows from investing activities | | |
| Interest received on fixed deposits | 12.94 | 444.85 |
| Receipt on sale of Investments | 1,60,660.33 | 2,27,446.55 |
| Interest received on debt instrument | 634.63 | 1,007.77 |
| Interest received on investments in AIF | 20,687.58 | 52.22 |
| | 1,81,995.48 | 2,28,951.39 |
| Increase / (decrease) in other bank balance | (798.92) | (5.28) |
| Payments on purchase of investment | (1,84,990.83) | (2,01,559.58) |
| Payments for Purchase of Property, Plant and Equipment | (84.24) | (1,825.95) |
| Payments for Purchase of Other Intangible assets | - | (51.17) |
| | (1,85,873.99) | (2,03,441.98) |
| Net cash generated from / (used in) investing activities (B) | (3,878.51) | 25,509.41 |
| C Cash Flow from Financing Activities | | |
| Proceeds from issue of equity share capital (including securities premium) | - | 5,699.99 |
| Proceeds from Bank and NBFCs Borrowings (net) | 1,01,563.55 | 20,937.61 |
| Proceeds from Issuance of Non-Convertible Debentures (net) | 17,409.73 | (18,465.93) |
| Proceeds from Issuance of Commercial Papers (net) | 4,138.82 | 1,131.52 |
| Finance cost paid | (20,091.03) | (14,401.73) |
| Lease liability paid | (258.24) | 980.47 |
| Net cash generated from / (used in) financing activities (C) | 1,02,762.83 | (4,118.07) |
| Net Increase in cash and cash equivalents (A) + (B) + (C) | 22,857.21 | 12,566.62 |
| Cash and Cash Equivalents at the beginning of the period | 39,252.96 | 21,438.88 |
| Cash and Cash Equivalents at the end of the period | 62,110.17 | 34,005.50 |

Notes

- Arka Fincap Limited ("the Company") is a Non-Banking Financial Company ("NBFC") registered with the Reserve Bank of India and is categorised as a 'Middle-layer' NBFC in accordance with the Master Direction – Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023.
- The financial results of the Company have been prepared in accordance with the Indian Accounting Standard ("Ind AS") notified under section 133 of the Companies Act, 2013 ("the Act") read with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time.
- This financial results have been prepared in compliance with Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR") and SEBI Operational Circular no. SEBI/HO/DDHS/DDHS_Div1/P/CIR/2022/0000000103 dated 29 July 2022, inter alia, applicable to listed Companies whose non-convertible securities are listed on recognised stock exchanges.
- The Company is primarily engaged in the business of financing and accordingly there are no separate reportable segments as per Ind AS 108 dealing with Operating segment.



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- 7 During the half year ended 30 September 2024, the Company has issued and allotted 25,000 Senior, Secured, Listed, Taxable, Redeemable, Non-Convertible Debentures of face value of ₹1,00,000/- each, aggregating to ₹ 25,000 Lakh on a private placement basis. The NCDs are rated as CRISIL AA/Stable.
- 8 The Secured Non-Convertible Debentures of the Company as on 30 September 2024 are secured by first pari-passu charge over the receivables, including cash and cash equivalent and liquid investments of the Company. The security cover to the minimum extent of 100% or such higher cover as per the offer documents read with Debenture Trust Deeds executed for each of the series/tranches has been maintained by the Company.
- 9 During the previous year ended 31 March 2024, the Company had made provision of ₹ 1,528.50 lakh against its investments in Alternate Investment Funds (AIFs) as per RBI circular RBI/2023-24/90 DOR.STR.REC.58/21.04.048/2023-24 dated December 19, 2023 and RBI/2023-24/140 DOR.STR.REC.85/21.04.048/2023-24 dated March 27, 2024. During the previous quarter ended 30 June 2024, the Company had reversed the provision to the extent of ₹ 742.10 lakh. The balance provision of ₹ 786.40 lakh has been reversed during the current quarter ended 30 September 2024 which is in compliance with the above-mentioned RBI circulars.
- 10 Details of loans transferred / acquired during the quarter and half year ended 30 September 2024 under the Master Directions - RBI (Transfer of Loan Exposures) Directions, 2021 vide circular RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated September 24, 2021 are given below:

(i) Details of loans not in default acquired through assignments:

| Particulars | Half Year Ended 30 September 2024 |
|---|--------------------------------------|
| Aggregate amount of loans acquired (in Lakhs) | 2,965.01 |
| Weighted average residual maturity (in years) | 1.29 |
| Weighted average holding period by originator (in years) | 0.99 |
| Retention of beneficial economic interest by the originator | 10% |
| Tangible security coverage | 0% |
| Rating-wise distribution of loans | NA |

(ii) Details of loans not in default transferred by way of Novation:

| Particulars | Half Year Ended 30 September 2024 |
|---|--------------------------------------|
| Number of loans | 3 |
| Aggregate amount of loans transferred (in Lakhs) | 6,550.00 |
| Weighted average remaining maturity (in years) | 3.55 |
| Weighted average holding period after origination (in years) | 0.26 |
| Retention of beneficial economic interest | Nil |
| Tangible security coverage | 100% |
| Rating-wise distribution of loans | NA |
| Number of transactions where transferor has agreed to replace the transferred loans | Nil |
| Number of transferred loans replaced | Nil |

(iii) Details of loans which are not in default transferred by way of Assignment:

| Particulars | Half Year Ended 30 September 2024 |
|---|--------------------------------------|
| Number of loans | 2518 |
| Aggregate amount of loans transferred (in Lakhs) | 32,797.28 |
| Sale consideration (in Lakhs) | 32,797.28 |
| Weighted average remaining maturity (in years) | 8.62 |
| Weighted average holding period after origination (in years) | 0.82 |
| Retention of beneficial economic interest | 15% |
| Tangible security coverage | 64% |
| Rating-wise distribution of loans | NA |
| Number of transactions where transferor has agreed to replace the transferred loans | Nil |
| Number of transferred loans replaced | Nil |

(iv) During the half year ended 30 September 2024, the company has not transferred / acquired loans in default or stressed loans.

- 11 In terms of the requirements as per para 2.2 of Master Direction - Reserve Bank of India (Non-Banking Financial Company - Scale Based Regulation) Directions, 2023, as amended from time to time, on Implementation of Indian Accounting Standards, Non-Banking Financial Companies (NBFCs) are required to create an impairment reserve for any shortfall in impairment allowances under Ind AS 109 and Income Recognition, Asset Classification and Provisioning ('IRACP') norms (including provision on standard assets). The impairment allowances under Ind AS 109 made by the Company exceeds the total provision required under IRACP (including standard asset provisioning), as at 30 September 2024 and accordingly, amount required to be transferred to impairment reserve if any, will be assessed at year end.
- 12 The above financial results of the Company for the quarter and half year ended 30 September 2024 have been reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors, at their respective meeting held on 22 October 2024.
- 13 The figures for the previous periods pertaining to the financial year 2023-24 have been reviewed / audited by the erstwhile auditor.
- 14 Figures for the previous period/year have been regrouped and / or reclassified wherever considered necessary to conform to current period presentation.
- 15 The Disclosures as required under Regulation 52(4) have been given in Annexure A.
- 16 The Disclosures as required under Regulation 54(3) have been given in Annexure B.



Place: Mumbai
Date: 22 October 2024

For and on behalf of the Board of Directors of
Arka Fincap Limited

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Vimal Bhandari
Executive Vice Chairman and CEO
DIN: 00001318

Annexure A

Disclosures in accordance with Regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR").

| Sr no. | Particulars | Quarter Ended | | | Half Year Ended | | Year Ended |
|--------|---|-------------------|----------------|-------------------|-------------------|-------------------|----------------|
| | | 30 September 2024 | 30 June 2024 | 30 September 2023 | 30 September 2024 | 30 September 2023 | 31 March 2024 |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| (a) | Debt-equity ratio ¹ | 4.12 : 1 | 3.53 : 1 | 2.79 : 1 | 4.12 : 1 | 2.79 : 1 | 3.28 : 1 |
| (b) | Debt service coverage ratio ² | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable |
| (c) | Interest service coverage ratio ² | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable |
| (d) | Outstanding redeemable preference shares (quantity and value) | Nil | Nil | Nil | Nil | Nil | Nil |
| (e) | Capital redemption reserve | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable |
| (f) | Debenture redemption reserve ³ | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable |
| (g) | Net worth ⁴ | 1,22,549.52 | 1,19,637.70 | 1,13,984.80 | 1,22,549.52 | 1,13,984.80 | 1,17,489.03 |
| (h) | Net profit after tax | 3,029.09 | 2,130.96 | 1,885.22 | 5,160.05 | 3,531.67 | 6,923.08 |
| (i) | Earning per share (In ₹) | | | | | | |
| | (a) Basic (Not Annualised) | 0.33 | 0.23 | 0.21 | 0.56 | 0.39 | 0.75 |
| | (b) Diluted (Not Annualised) | 0.32 | 0.23 | 0.20 | 0.55 | 0.38 | 0.74 |
| (j) | Current ratio ² | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable |
| (k) | Long term debt to working capital ² | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable |
| (l) | Bad debts to Account receivable ratio ² | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable |
| (m) | Current liability ratio ² | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable |
| (n) | Total debts to total assets ⁵ | 0.81 : 1 | 0.79 : 1 | 0.75 : 1 | 0.81 : 1 | 0.75 : 1 | 0.78 : 1 |
| (o) | Debtors turnover ² | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable |
| (p) | Inventory turnover ² | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable |
| (q) | Operating margin (%) ² | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable | Not Applicable |
| (r) | Net profit margin (%) ⁶ | 15.25% | 12.90% | 14.56% | 14.18% | 14.56% | 12.13% |
| (s) | Gross NPA (%) | 0.36% | 0.33% | 0.19% | 0.36% | 0.19% | 0.23% |
| (t) | Net NPA (%) | 0.14% | 0.12% | 0.05% | 0.14% | 0.05% | 0.06% |
| (u) | Capital adequacy ratio (CRAR) | 21.88% | 22.86% | 27.59% | 21.88% | 27.59% | 25.09% |
| (v) | Liquidity coverage ratio (LCR) | 102% | 101% | Not Applicable | 102% | Not Applicable | 219% |
| (vi) | There is no material deviation in the use of proceeds from the issue of Non-Convertible Debentures. | | | | | | |

Notes:

- (1) Debt = Debt Securities + Borrowings (other than debt securities) + Subordinated Debt.
- (2) The Company being a Non-Banking Financial Company registered with the Reserve Bank of India, these ratios are not applicable
- (3) The Company being a Non-Banking Financial Company is not required to create Debenture Redemption Reserve in terms of Rule 18 of Companies (Share Capital and Debenture) Rules, 2014.
- (4) Net worth is calculated as defined under Sec. 2(57) of the Companies Act, 2013
- (5) Total debts to total assets = Total Liabilities (other than Equity) / Total Assets
- (6) Net profit margin = Profit After Tax / Total Income



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| Annexure B (As required under Regulation 54(3) - Security Cover Certificate | | | | | | | | | | | | | | Rs. in Lakhs | |
|--|--|--------------------------------|------------------|---|--|--|--------------------------------|----------------------------------|----------------|--|---|---|---|-----------------------|--|
| Column A | Column B | Column C i | Column D ii | Column E iii | Column F iv | Column G v | Column H vi | Column I vii | Column J | Column K | Column L | Column M | Column N | Column O | |
| Particulars | Description of asset for which this certificate relate | Exclusive Charge | Exclusive Charge | Debt for which this certificate is being used | Assets shared by Pari Passu debt holder (includes debt for which this certificate is issued & other debt with pari passu charge) | Other debt on which there is pari-passu charge (excluding items covered in column F) | Assets not offered as security | Elimination (Amount in Negative) | (Total C to H) | Market value for assets charged on exclusive basis | Carrying/book value for exclusive charge assets where market value is not ascertainable/For eg. applicable/For eg. Bank Balance, DSRA market value is not applicable) | Market value for pari-passu charge assets | Carrying/book value for pari-passu charge assets where market value is not ascertainable or applicable/For eg. Bank Balance, DSRA market value is not applicable) | Total Value=(K+L+M+N) | |
| | | Book Value | Book Value | Yes/No | Book Value | Book Value | | | | | Relating to Column F | | | | |
| ASSETS | | | | | | | | | | | | | | | |
| Property, Plant & Equipment | | | | | | | 981.43 | | 981.43 | | | | | | |
| Capital Work-in-progress | | | | | | | - | | - | | | | | | |
| Right of Use assets | | | | | | | 601.48 | | 601.48 | | | | | | |
| Goodwill | | | | | | | - | | - | | | | | | |
| Intangible Assets | | | | | | | 197.40 | | 197.40 | | | | | | |
| Intangible Assets Under Development | | | | | | | | | | | | | | | |
| Investments | | | | | | 19,632.62 | 0.15 | | 19,632.77 | | | | | | |
| Loans (refer note 1) | | | | | 1,38,063.87 | 4,19,410.89 | - | | 5,57,474.76 | | | - | 1,38,063.87 | 1,38,063.87 | |
| Inventories | | | | | | | - | | - | | | | | | |
| Trade Receivables | | | | | | | - | | - | | | | | | |
| Cash & Cash Equivalents | | | | | | 62,110.17 | - | | 62,110.17 | | | | | | |
| Bank Balances other than Cash & Cash Equivalents | | | | | | | - | | | | | | | | |
| Others (refer note 2) | | | | | | 798.92 | - | | 798.92 | | | | | | |
| TOTAL | | | | | 1,38,063.87 | 5,01,952.60 | 11,355.98 | | 6,53,152.91 | | | - | 1,38,063.87 | 1,38,063.87 | |
| LIABILITIES | | | | | | | | | | | | | | | |
| Debt securities to which this certificate pertains (refer note 3) | | | | Yes | 1,23,271.31 | | | | 1,23,271.31 | | | | 1,23,271.31 | 1,23,271.31 | |
| Other debt sharing pari-passu charge with above debt | | | | No | | 3,44,640.21 | | | 3,44,640.21 | | | | - | - | |
| Other debt | | | | | | | | | - | | | | | | |
| Subordinated debt | | | | | | | | | 13,819.76 | | | | | | |
| Borrowings | | | | | | | | | | | | | | | |
| Bank | | | | | | | | | | | | | | | |
| Debt securities | | | | | | | 23,612.16 | | 23,612.16 | | | | | | |
| Others | | | | | | | | | | | | | | | |
| Trade Payables | | | | | | | 1,300.38 | | 1,300.38 | | | | | | |
| Lease liabilities | | | | | | | 791.05 | | 791.05 | | | | | | |
| Provisions | | | | | | | 508.92 | | 508.92 | | | | | | |
| Others | | | | | | | 22,345.57 | | 22,345.57 | | | | | | |
| TOTAL | | | | | 1,23,271.31 | 3,44,640.21 | 62,377.84 | | 5,30,289.36 | | | | 1,23,271.31 | 1,23,271.31 | |
| Cover on Book Value | | | | | | | | | | | | | | | |
| Cover on Market Value ix | | | | | | | | | | | | | | | |
| | | Exclusive Security Cover Ratio | | | Pari-Passu Security Cover Ratio (refer note 5) | 1.12 | | | | | | | | | |
| Notes to Annexure: | | | | | | | | | | | | | | | |
| 1) Loans amount is considered net of ECL provision and includes investments in NCDs, CPs and PTCs | | | | | | | | | | | | | | | |
| 2) Other Assets (Column H) include Other Financial Assets, Other Non-financial Assets, Current tax assets and Deferred tax (assets) | | | | | | | | | | | | | | | |
| 3) Debt securities for which this certificate is given includes interest accrued but not due and Ind AS impact | | | | | | | | | | | | | | | |
| 4) Other Debt - Debt Securities (Column H) includes unsecured commercial papers | | | | | | | | | | | | | | | |
| 5) The above stated security cover of 1.12x has been arrived on the simple average basis (security basis the cover stipulated for individual NCDs vis - a - vis NCD liability amount), and meets the stipulated cover at individual ISIN level | | | | | | | | | | | | | | | |
| 6) The numbers filled in the annexure are extracted from the Financial Information provided by the management and have not been reviewed by the Statutory Auditor | | | | | | | | | | | | | | | |
| 7) Security Cover Ratio pertains to Listed Secured Non Convertible Debentures (NCDs) and Listed Secured Market Linked Debentures (MLDs) only, (collectively referred as NCDs) | | | | | | | | | | | | | | | |

