

Independent Auditors' Report on the Standalone Quarterly Financial Results and Year to Date results of Capital India Finance Limited pursuant to Regulation 33 and Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015 as amended

**To the Board of Directors of Capital India Finance Limited
Report on the Audit of the Standalone Financial Results**

Opinion

We have audited the accompanying Standalone Financial Results of **Capital India Finance Limited** (the "Company") for the quarter and year ended March 31, 2023 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- (i) is presented in accordance with the requirements of Regulation 33, Regulation 52 and Regulation 54 of the Listing Regulations and
- (ii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India, of the net profit and total comprehensive income and other financial information of the Company for the quarter and year ended 31 March 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone financial results 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 together with the ethical requirements that are relevant to our audit of the standalone financial results under the provisions of the Company's Act ("the Act") and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial results.

Management's Responsibilities for the Statement

The Statement has been prepared on the basis of the audited financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33, Regulation 52 and Regulation 54 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.



In preparing the Statement, the Management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 users taken on the basis of the Statement.

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

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of 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 Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33, Regulation 52 and Regulation 54 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' 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 Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

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



Singhi & Co.

Chartered Accountants

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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.

Other Matters

The figures for the quarter ended March 31,2023 and the corresponding quarter ended in the previous year as reported in the statement are the balancing figures between audited figures in respect of the full financial year ended on March 31,2023 / March 31,2022 and the published year to date figures up to the end of the third quarter of the current and previous financial years respectively. Also, the figures up to the end of the third quarter had only been reviewed by us as required under the Listing Regulations and not subjected to audit.

Our opinion is not modified in respect of the above matters.



Place: Mumbai
Date: April 28, 2023

For Singhi & Co.

Chartered Accountants

Firm Registration No. 302049E

Milind Agal

Partner

Membership No. 123314

UDIN: 23123314BGWIHJ6394

(Rs. In Lakhs)

Statement of Standalone Financial Results for the Quarter and Year Ended 31 March 2023

S.No	Particulars	Quarter Ended			Year Ended	
		31st Mar 2023 (Refer Note 4)	31st Dec 2022 Unaudited	31st Mar 2022 (Refer Note 4)	31st Mar 2023 Audited	31st Mar 2022 Audited
	Revenue from operation					
(i)	Interest income	3,117.88	3,196.65	3,112.72	12,720.72	11,029.37
(ii)	Fees and commission income	329.28	276.44	175.71	1,170.28	415.77
(iii)	Foreign Exchange Services	467.02	617.49	228.29	2,048.29	663.18
(iv)	Net gain on fair value changes	94.64	78.90	0.22	217.69	42.47
(I)	Total revenue from operations	4,008.82	4,169.48	3,516.94	16,156.98	12,150.79
(II)	Other income	55.87	86.55	125.37	186.08	125.50
(III)	Total Income (I+II)	4,064.69	4,256.03	3,642.31	16,343.06	12,276.29
	Expenses					
(i)	Finance costs	1,611.38	1,610.41	1,278.53	6,296.11	3,939.33
(iii)	Employee benefits expense	1,209.74	1,248.53	1,067.02	4,869.52	3,808.05
(iv)	Depreciation and amortisation	256.83	269.30	342.03	1,041.63	1,168.34
(v)	Impairment of financial instruments	79.01	(52.62)	235.58	(65.63)	183.04
(vi)	Other expenses	506.85	629.96	387.98	2,208.07	1,682.55
(IV)	Total Expenses	3,663.81	3,705.58	3,311.14	14,349.70	10,781.31
(V)	Profit before tax (III-IV)	400.88	550.45	331.17	1,993.36	1,494.98
(VI)	Tax Expenses					
(1)	Current tax	115.12	163.29	94.48	539.61	439.19
(2)	Deferred tax	(12.42)	(64.09)	(52.65)	(51.28)	(110.22)
(VII)	Profit for the period/year (V-VI)	298.18	451.25	289.34	1,505.03	1,166.01
	Other Comprehensive Income					
(i)	Items that will not be reclassified to profit or loss	18.47	-	58.10	18.47	58.10
(ii)	Income Tax relating to items that will not be reclassified to profit or loss	(4.65)	-	(14.62)	(4.65)	(14.62)
(VIII)	Other Comprehensive Income	13.82	-	43.48	13.82	43.48
(IX)	Total comprehensive income (VII+VIII)	312.00	451.25	332.82	1,518.85	1,209.49
(X)	Paid up Equity Share Capital (Face value of Rs 10/- each)	7,773.43	7,773.43	7,773.43	7,773.43	7,773.43
(XI)	Other Equity				50,768.83	49,310.90
(XII)	Earnings per share*:					
(a)	Basic (Rs.)	0.38	0.58	0.37	1.94	1.50
(b)	Diluted (Rs.)	0.38	0.58	0.37	1.92	1.49

*Earning per share for Quarter is not annualised



Notes :-

1) Statement of Assets and Liabilities as at March 31, 2023

(Rs. In Lakhs)

S.No.	Particulars	As at Mar 31, 2023 (Audited)	As at Mar 31, 2022 (Audited)
	ASSETS		
1	Financial Assets		
(a)	Cash & cash equivalents	7,600.47	8,508.70
(b)	Bank balances other than Cash & cash equivalents	3,925.47	1,737.45
(c)	Receivables		
	- Trade Receivables	364.86	72.39
	- Other Receivables	34.30	-
(d)	Loans	89,242.31	89,701.94
(e)	Investments	21,070.64	16,641.51
(f)	Other financial assets	725.32	304.74
2	Non-financial Assets		
(a)	Current tax assets(net)	616.31	776.24
(b)	Deferred tax asset (net)	645.27	598.64
(c)	Property, plant and equipment	1,137.03	1,260.43
(d)	Other intangible assets	43.52	123.75
(e)	Capital work in progress	15.00	0.88
(f)	Right of use assets	1,144.25	1,701.96
(g)	Other non-financial assets	1,141.48	802.08
	TOTAL ASSETS	1,27,706.23	1,22,230.71
	LIABILITIES AND EQUITY		
	LIABILITIES		
1	Financial Liabilities		
(a)	Payables		
	- Trade Payables		
	total outstanding dues of micro enterprises and small enterprises	-	10.80
	total outstanding dues of creditors other than micro enterprises and small enterprises	840.72	601.76
	(ii) Other Payables		
	total outstanding dues of micro enterprises and small enterprises	-	-
	total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
(b)	Debt Securities	8,053.58	12,191.26
(c)	Borrowings (Other than debt securities)	55,810.95	49,342.33
(d)	Other financial liabilities	2,180.01	418.17
(e)	Lease Liability	1,327.15	1,813.36
2	Non-Financial Liabilities		
(a)	Provisions	778.12	582.60
(b)	Other non-financial liabilities	173.44	186.10
	EQUITY		
(a)	Equity share capital	7,773.43	7,773.43
(b)	Other equity	50,768.83	49,310.90
	TOTAL - LIABILITIES AND EQUITY	1,27,706.23	1,22,230.71



2) Cash Flow Statement for the Year Ended March 31, 2023

(Rs. In Lakhs)

S.No.	Particulars	For the year ended 31st Mar 2023	For the year ended 31st Mar 2022
1	A) CASH FLOW FROM OPERATING ACTIVITIES:		
	Profit before exceptional items and taxes	1,993.36	1,494.98
	Adjustments to reconcile profit before tax to net cash flows:		
	Add : Non-cash expenses		
	Depreciation and amortisation expenses	1,041.63	1,168.34
	Provision for employee benefits	26.34	39.66
	Share based payments to employees	16.81	40.98
	Interest on Lease liability	159.55	245.46
	Interest income on Lease rental deposits	(24.20)	(28.30)
	Impairment on financial instruments	(65.63)	183.04
	Loss on derecognition of property plant & equipment	0.08	174.45
	Less : Income/expense considered separately		
	Profit on Mutual Fund	(217.69)	(42.47)
	Profit on lease cancellation	-	(125.36)
	Finance cost	5,918.10	3,693.87
	Operating profit before working capital changes	8,848.35	6,844.65
	Changes in -		
	(Increase) / Decrease in loans and advances	525.26	(35,047.22)
	(Increase) / Decrease in trade and other receivables	(326.77)	(51.10)
	(Increase) / Decrease in other financial assets	(396.38)	86.43
	(Increase) / Decrease in other non-financial assets	(350.11)	(368.84)
	Increase / (Decrease) in trade payables	228.16	490.20
	Increase / (Decrease) in other financial liabilities	1,761.84	138.84
	Increase / (Decrease) in other non-financial liabilities	(12.66)	120.31
	Increase / (Decrease) in provision	183.00	135.14
	Cash used in operations	10,460.69	(27,651.59)
	Income tax paid	(375.03)	(723.95)
	Net Cash (used in) operating activities (A)	10,085.66	(28,375.54)
	B) CASH FROM INVESTING ACTIVITIES:		
	Purchase of property, plant and equipment and Intangible assets	(285.71)	(775.44)
	Proceeds from sale of property, plant and equipment	1.93	113.83
	Investment in Subsidiary Company	(2.00)	(1,500.00)
	Investment in Mutual Fund	(42,492.88)	(17,200.00)
	Redemption of Mutual Funds	38,283.44	17,242.47
	Proceeds from sale of subsidiary Company	-	9.00
	Investment in Fixed Deposits	(42,420.21)	(73,141.31)
	Maturity of Fixed Deposits	40,232.19	72,567.15
	Net Cash (used in) investing activities (B)	(6,683.24)	(2,684.30)
	C) CASH FLOW FROM FINANCING ACTIVITIES:		
	Payment of dividend	(77.73)	(77.73)
	Payment of Lease rent	(645.76)	(846.69)
	Proceeds from borrowings	26,690.62	48,163.76
	Repayment of borrowings	(24,527.87)	(9,281.06)
	Interest payment on borrowings	(5,749.91)	(3,753.88)
	Net cash generated from financing activities (C)	(4,310.65)	34,204.40
	D) Net increase in cash and cash equivalents (A+B+C)	(908.23)	3,144.56
	E) Cash and cash equivalents as at the beginning of the year	8,508.70	5,364.14
	F) Cash and cash equivalents as at the end of the year	7,600.47	8,508.70

Particulars	As at	As at
	31 March 2023	31 March, 2022
Cash in hand	24.84	31.33
Foreign currencies in hand	543.93	568.65
Balances with banks	-	-
- in current accounts	3,229.98	7,085.11
- in deposit accounts	3,801.72	823.61
	7,600.47	8,508.70



- 3) These Standalone Financial Results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards ('Ind AS') notified under Section 133 of the Companies Act 2013 ('the Act') read with relevant rules issued thereunder and the other accounting principles generally accepted in India.
- 4) The figures of the quarters ended 31st March 2023 and 31st March 2022 are the balancing figures between the audited figures in respect of the full financial year and published year to date figures up to the third quarter of the relevant financial year which were subject to limited review by Statutory Auditors of the Company.
- 5) Disclosures pursuant to RBI Notification - RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated 24 September, 2021
Details of transfer through assignment in respect of loans not in default during the quarter ended 31 March, 2023

Particulars	Securitisation	Co-Lending
Aggregate amount of loans acquired (in lakhs)	14,580.32	5,869.78
Weighted average residual maturity (in months)	62	67
Weighted average holding period (in months)*	13	5
Retention of beneficial economic interest by the originator	10%	10%
Tangible security coverage**	100%	100%

*Holding period is computed as holding period in the books of the Company

**For computation of coverage tangible security coverage ratio, Company has considered only secured loans

- 6) The results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on April 28, 2023.
- 7) The results for the year ended 31 March, 2023 were audited by the Statutory Auditors of the Company.
- 8) The Board of Directors have recommended, subject to approval of shareholders, dividend of Rs. 0.10 per share (1%) for FY 2023.
- 9) The Code on Wages, 2019 and Code Social Security, 2020 ("the Codes") relating to employees compensation and post-employment benefits that received Presidential assent have not been notified. Further, the related rules for quantifying the financial impact have not been notified. The Company will assess the impact of the Codes when the rules are notified and will record any related impact in the period the Codes become effective.
- 10) On 12 November 2021, the Reserve Bank of India (RBI) had issued circular no. RBI/2021-2022/125 DOR.STR.REC.68/21.04.048/2021-22, requiring changes to and clarifying certain aspects of Income Recognition, Asset Classification and Provisioning norms (IRACP norms) pertaining to Advances. On 15 February 2022, the RBI had issued another circular no. RBI/2021-2022/158 DOR.STR.REC.85/21.04.048/2021-22 providing time till 30 September 2022. Accordingly, the Company has since implemented the updated norms under IRACP w.e.f. 1 October 2022.
- 11) The secured non-convertible debentures issued by the Company are fully secured by first pari passu charge by hypothecation of book debts/ loan receivables to the extent as stated in the Information Memorandum. Further, the Company has maintained asset cover as stated in the Information Memorandum which is sufficient to discharge the principal amount at all times for the non-convertible debt securities issued.
- 12) The Company publishes standalone financial statements along with the consolidated financial statements. In accordance with Ind AS 108, Operating Segments, the Company has disclosed the segment information in the audited consolidated financial statements. Accordingly, the segment information is given in the consolidated financial results and its subsidiaries for the quarter and year ended March 31, 2023.
- 13) The compliance related to disclosure of certain ratios and other financial information as required under Regulation 52 (4) of the Listing Regulations is made in Appendix 1
- 14) Previous period/quarter figures have been regrouped/reclassified to make them comparable with those of current period/year.



Place: Mumbai
Date: 28th April, 2023

By order of the Board
Capital India Finance Limited

Keshav Porwal
Managing Director
DIN : 06706341



CAPITAL INDIA FINANCE LIMITED

Regd.off : 2nd floor, DLF Centre, Sansad Marg, New Delhi 110001, P.: 011-49546000

CIN: L74899DL1994PLC128577, Website : www.capitalindia.com, Email : secretarial@capitalindia.com

Appendix 1

Disclosure in compliance with Regulations 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as amended, for the Quarter and Year Ended 31st March 2023

Sr No	Particulars	Quarter Ended	Year Ended
		31st Mar 2023	31st Mar 2023
1	Debt Equity Ratio (Debt securities+Borrowings) / Total Equity		1.09
2	Debt Service Coverage Ratio	Not Applicable, being an NBFC	
3	Interest Service Coverage Ratio	Not Applicable, being an NBFC	
4	Outstanding Redeemable Preference Shares	-	
5	Outstanding Redeemable Preference Shares Value	-	
6	Capital Redemption Reserve / Debenture Redemption Reserve	Not Applicable, being an NBFC	
7	Net Worth (Rs. In Lakhs)		58,542.26
8	Net profit after tax (Rs. In Lakhs)	298.18	1,505.03
9	Earnings per share	Basic	1.94
		Diluted	1.92
10	Current ratio	Not Applicable, being an NBFC	
11	Long term debt to working capital	Not Applicable, being an NBFC	
12	Bad debts to Account receivable ratio	Not Applicable, being an NBFC	
13	Current liability ratio	Not Applicable, being an NBFC	
14	Total debts to total assets (Debt securities+Borrowings) / Total Assets		0.5
15	Debtors turnover	Not Applicable, being an NBFC	
16	Inventory turnover	Not Applicable, being an NBFC	
17	Operating margin (%)	Not Applicable, being an NBFC	
18	Net profit margin (%) [Profit after tax / Total Income]	7.34%	9.21%
19	Sector specific equivalent ratios, as applicable		
a	Gross non performing assets %		0.71%
b	Net non performing assets %		0.34%
c	Capital to risk-weighted assets ratio (Calculated as per RBI guidelines)		35.92%



Place: Mumbai
Date: 28th April, 2023

For Capital India Finance Limited

Keshav Porwal
Managing Director
DIN : 06706341



Independent Auditors' Report on the Consolidated Quarterly Financial Results and Year to Date results of Capital India Finance Limited pursuant to Regulation 33 and Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015 as amended

To The Board of Directors of Capital India Finance Limited

Report on the Audit of the Consolidated Financial Results

Opinion

We have audited the accompanying Consolidated Annual Financial Results for the year ended March 31, 2023 of **Capital India Finance Limited** ("the Holding Company"), and its subsidiaries (the Holding Company and its Subsidiaries together referred to as "the Group") and its associate for the quarter and year ended March 31, 2023 (the "Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of other auditor on separate audited financial statements of the subsidiaries referred to in Other Matters section below, the Statement:

(i) Includes the annual financial results of the following entities:

Holding Company:

a. Capital India Finance Limited

Subsidiaries:

- a. Capital India Home Loans Limited
- b. Capital India Asset Management Private Limited
- c. RapiPAY Fintech Private Limited
- d. Kuants Wealth Private Limited
- e. NYE Insurance Broking Private Limited

Associates:

a. Credenc Web Technologies Private Limited (Associate)

(ii) are presented in accordance with the requirements of Regulation 33, Regulation 52 and Regulation 54 of the Listing Regulations; and

(iii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, of the consolidated net loss and total comprehensive loss and other financial information of the Group and its associate for the year ended 31 March 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in paragraph (a) of the Auditor's Responsibilities section below. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (the "ICAI") together with the ethical requirements that are relevant to our audit of the Statement under the provisions of the Act and the Rules 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 obtained by us is sufficient and appropriate to provide a basis for our opinion.



Management's Responsibilities for the Statement

The Statement has been prepared on the basis of the audited consolidated financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of the Statement that gives a true and fair view of the consolidated net loss and other comprehensive loss of the Group and other financial information of the Group in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the Companies included in the group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group 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 the 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Management and the respective Board of Directors of the Companies included in Group and its associate are responsible for assessing the ability of the Group and of its joint ventures to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Group and its associate or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of Companies included in Group its associate are also responsible for overseeing the financial reporting process of Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 users taken on the basis of the Statement.

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

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of 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 Act, we are also responsible for expressing our opinion on whether the Group has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' 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 Group 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 results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Financial Results / Information of the entities within the Group and its joint ventures to express an opinion on the Annual Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of the Holding Company included in the Consolidated Financial Results of which we are the independent auditor. The financial information of other entities, included in the Consolidated Financial Results has not been audited and these unaudited financial results/ statements have been approved and furnished by the management. We remain solely responsible for our audit opinion.

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

We communicate with those charged with governance of Holding Company and 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.

We also performed procedures in accordance with the Circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations, as amended, to the extent applicable.

Other Matters

- a) The figures for the quarter ended March 31, 2023 and the corresponding quarter ended in the previous year as reported in the statement are the balancing figures between audited figures in respect of the full financial year ended on March 31, 2023 / March 31, 2022 and the published year to date figures upto the end of the third quarter of the current and previous financial years respectively. Also, the figures upto the end of the third quarter had only been reviewed by us as required under the Listing Regulations and not subjected to audit.
- b) We did not audit the annual financial results/statements of five (5) subsidiaries whose financial statements reflect total assets (before consolidation adjustments) of Rs. 69,964.05 lakhs as at 31 March 2023, total revenues (before consolidation adjustments) of Rs. 48,899.85 lakhs and net cash inflows (before consolidation adjustments) amounting to Rs. 5,010.32 lakhs for the year ended on that date, as considered statement. Our opinion is so far as it relates to the amounts and disclosures included in respect of aforesaid subsidiaries/associate is based solely on the audit reports of such other auditors, and the procedure performed by us as stated in the Basis for opinion paragraph.



- c) The Statement also includes the Group's share of net loss (and other comprehensive income) (before consolidation adjustments) of Rs. 960.36 lakhs for the year ended 31 March 2023, as considered in the Statements, in respect of one (1) associate, whose financial statements/financial information have not been audited by us or by other auditors. This unaudited financial statements/financial information have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this associate, and our report in terms of sub-sections (3) of Section 143 of the Act in so far as it relates to the aforesaid associate, is based solely on such unaudited financial statements / financial information. In our opinion and according to the information and explanations given to us by the Management, this financial statements/financial information are not material to the Group.

Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

For Singhi & Co.
Chartered Accountants
Firm Reg. No. 302049E



Milind Agal
Partner

Membership No. 123314
UDIN: 23123314BGWIHK2067

Place: Mumbai
Date: April 28, 2023

(Rs. in Lakhs)

Statement of Audited Consolidated Financial Results for the Quarter and Year Ended March 31, 2023

S.No.	Particulars	Quarter Ended			Year Ended	
		Mar 31, 2023 (Refer Note 4)	Dec 31, 2022 (Unaudited)	Mar 31, 2022 (Refer Note 4)	Mar 31, 2023 (Audited)	Mar 31, 2022 (Audited)
	Revenue from operations					
(i)	Interest income	4,876.94	4,322.40	4,273.28	17,713.82	14,540.76
(ii)	Fees and commission income	7,539.21	7,665.53	7,012.69	30,284.37	23,851.18
(iii)	Foreign exchange services	448.19	617.49	228.29	2,029.46	663.18
(iv)	Sale of devices and digital products	2,787.15	3,290.05	3,634.03	14,026.77	13,381.80
(v)	Net gain on fair value changes	106.73	88.96	-3.66	244.14	59.40
(vi)	Other operating income	216.27	195.10	104.73	668.88	491.54
(i)	Total revenue from operations	15,974.49	16,179.53	15,256.68	64,967.44	52,987.86
(II)	Other income	168.82	197.89	188.81	726.18	221.03
(III)	Total Income (I+II)	16,143.31	16,377.42	15,445.49	65,693.62	53,208.89
	Expenses					
(i)	Finance costs	2,204.24	2,085.31	1,642.43	8,063.55	5,114.63
(ii)	Impairment of financial assets	127.99	(17.20)	254.58	119.37	348.04
(iii)	Fees and commission expense	8,189.34	8,927.38	6,277.33	36,079.58	19,882.98
(iv)	Cost of material consumed	55.59	51.11	103.95	310.80	284.02
(v)	Employee benefits expenses	4,840.73	5,026.33	2,463.06	18,414.02	9,366.39
(vi)	Depreciation and amortization expense	614.89	643.31	585.32	2,476.41	2,090.70
(vii)	Others expenses	2,178.02	1,803.36	4,272.89	7,812.32	17,857.46
(IV)	Total Expenses	18,210.80	18,519.60	15,599.56	73,276.05	54,944.22
(V)	Share of Profit/(Loss) of associate	(207.71)	(223.68)	(21.31)	(960.36)	(21.31)
(VI)	Profit/(loss) before tax (III-IV+V)	(2,275.20)	(2,365.86)	(175.38)	(8,542.79)	(1,756.64)
(VII)	Tax expense :					
	(1) Current tax	115.12	163.29	94.48	539.61	439.19
	(2) Deferred tax	2.68	(361.06)	(244.24)	(375.40)	(126.57)
(VIII)	Profit/(loss) for the year/period (VI-VII)	(2,393.00)	(2,168.09)	(25.62)	(8,707.00)	(2,069.26)
	Profit/(loss) for the year/period attributable to:					
	Owners of the Company	(1,168.54)	(954.14)	230.82	(4,157.12)	(276.83)
	Non-controlling interest	(1,224.46)	(1,213.95)	(256.44)	(4,549.88)	(1,792.43)
	Other Comprehensive Income					
	(i) Items that will not be reclassified to profit or loss	43.80	-	67.54	43.80	62.27
	(ii) Income Tax relating to items that will not be reclassified to profit or loss	(14.22)	-	(15.67)	(14.22)	(15.67)
(IX)	Other Comprehensive Income	29.58	-	51.87	29.58	46.60
(X)	Total Comprehensive Income/(loss) (VIII+IX)	(2,363.42)	(2,168.09)	26.25	(8,677.42)	(2,022.66)
	Total comprehensive income/(loss) for the year/period attributable to:					
	Owners of the Company	(1,132.94)	(954.14)	286.74	(4,121.53)	(223.84)
	Non-controlling interest	(1,230.49)	(1,213.95)	(260.49)	(4,555.90)	(1,798.82)
(XI)	Paid-up equity share capital (Face value of 10/- each)	7,773.43	7,773.43	7,773.43	7,773.43	7,773.43
(XII)	Reserves and Surplus				52,782.32	54,348.76
(XIII)	Earnings per share:*					
	(a) Basic (Rs.)	(1.50)	(1.22)	0.30	(5.35)	(0.36)
	(b) Diluted (Rs.)	(1.49)	(1.22)	0.29	(5.32)	(0.35)
	(c) Face value per equity share (Rs)	10.00	10.00	10.00	10.00	10.00

*Earning per share for Quarter is not annualised



S.No	Particulars	As at March 31,2023 (Audited)	As at March 31,2022 (Audited)
	ASSETS		
1	Financial Assets		
(a)	Cash & cash equivalents	23,911.07	19,808.98
(b)	Bank balances other than Cash & cash equivalents	7,618.24	15,272.68
(c)	Receivables		
	(i) Trade Receivables	1,769.05	936.77
	(ii) Other Receivables	34.30	-
(d)	Loans	1,23,606.33	1,10,738.31
(e)	Investments	4,427.13	-
(f)	Other financial assets	2,262.33	2,820.27
2	Non-financial Assets		
(a)	Inventories	56.95	105.16
(b)	Current tax assets(net)	1,214.62	1,181.45
(c)	Deferred tax asset (net)	1,051.15	690.00
(d)	Property, plant and equipment	2,198.38	2,450.24
(e)	Capital work in progress	15.00	0.88
(f)	Intangible Assets Under Development	3,513.39	1,137.99
(g)	Goodwill on consolidation	1,807.59	552.26
(h)	Other intangible assets	1,558.45	1,420.22
(i)	Right of use assets	2,551.98	3,350.38
(j)	Other non-financial assets	1,888.49	1,204.92
(k)	Investment in associates	-	960.37
	Total Assets	1,79,484.45	1,62,630.88
	LIABILITIES AND EQUITY		
	LIABILITIES		
	Financial Liabilities		
1	Payables		
(a)	(I) Trade Payables		
	(i) Total outstanding dues of micro enterprises and small enterprises	47.61	12.88
	(ii) Total outstanding dues of creditors other than micro and small enterprises	1,466.58	757.17
	(II) Other Payables		
	(i) Total outstanding dues of micro enterprises and small enterprises	-	-
	(ii) Total outstanding dues of creditors other than micro and small enterprises	-	357.14
(b)	Debt Securities	8,053.58	12,191.26
(c)	Borrowings	81,523.70	60,565.94
(d)	Lease liabilities	2,867.43	3,594.93
(e)	Other financial liabilities	17,529.81	13,774.59
2	Non-Financial Liabilities		
(a)	Current tax liabilities (net)	-	-
(b)	Provisions	1,300.49	886.50
(c)	Other non-financial liabilities	1,066.16	1,096.05
3	EQUITY		
(a)	Equity share capital	7,773.43	7,773.43
(b)	Other equity	52,782.32	54,348.76
	Equity attributable to owners of the Company	60,555.75	62,122.19
(c)	Equity attributable to Non-Controlling Interests	5,073.34	7,272.23
	Total Liabilities and Equity	1,79,484.45	1,62,630.88



Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
A) CASH FLOW FROM OPERATING ACTIVITIES:		
Profit before exceptional items and taxes	(8,542.79)	(1,756.64)
Add : Non-cash expenses	-	-
Depreciation and amortisation expenses	2,476.41	2,090.70
Provision for employee benefits	179.31	125.78
Share based payments to employees	4,989.87	849.49
Loss on share of associate	960.36	-
Interest on Lease liability	288.61	379.19
Provision for advances and write off	-	25.11
Finance cost	7,556.47	4,735.44
Impairment on financial instruments	119.37	348.04
Loss on sale of property, plant and equipment	25.60	179.80
Profit on sale of equity shares	-	(27.67)
Interest on income tax refund	(41.34)	(1.65)
Profit on Lease Cancellation	-	(191.17)
Interest on unwinding of financial assets	(27.44)	(38.86)
Operating profit before working capital changes	7,984.43	6,717.56
Changes in -		
(Increase) in loans and advances	(12,987.41)	(42,637.01)
(Increase) / Decrease in trade and other receivables	(866.58)	(255.62)
(Increase) / Decrease in other financial assets	585.38	1,449.74
(Increase) / Decrease in Inventory	48.21	156.52
(Increase) / Decrease in other non-financial assets	(691.58)	(575.95)
Increase / (Decrease) in trade payables	387.00	713.59
Increase / (Decrease) in other financial liabilities	3,755.22	3,735.00
Increase / (Decrease) in other non-financial liabilities	(29.89)	314.44
Increase/(Decrease) in provisions	264.26	(1.00)
Cash generated from/ (used in) operations	(1,550.96)	(30,382.73)
Income tax paid	(517.22)	(961.90)
Net Cash (used in) operating activities (A)	(2,068.18)	(31,344.63)
B) CASH FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment and Intangible assets	(5,116.50)	(3,506.12)
Proceeds from sale of property, plant and equipment	33.59	116.99
Investments in Associate	-	(1,466.90)
Proceeds from sale of Investments in Associate	-	500.00
Investments / Redemption of Mutual fund	(4,427.12)	-
(Investment)/Maturity in bank deposits	7,654.44	(6,676.31)
Net Cash (used in) investing activities (B)	(1,855.59)	(11,032.34)
C) CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from issue of equity shares at premium	0.00	10,981.02
Payment of dividend and dividend distribution tax thereon	(77.73)	(77.73)
Payment of Lease rent	(1,160.02)	(1,275.75)
Proceeds/ Repayment from borrowings	16,850.61	43,021.77
Interest payment on borrowings	(7,587.00)	(4,667.65)
Net cash generated from financing activities (C)	8,025.86	47,981.66
D) Net increase in cash and cash equivalents (A+B+C)	4,102.09	5,604.69
E) Cash and cash equivalents as at the beginning of the year	19,808.98	14,204.29
G) Cash and cash equivalents as at the end of the year	23,911.07	19,808.98

Cash and cash equivalents comprises:

Particulars	As at March 31,2023	As at March 31,2022
Cash in hand	24.84	31.33
Balances with banks		
- in current accounts	12,821.12	15,736.90
- in deposit accounts	3,801.73	823.61
Foreign Currencies in hand	543.93	568.65
Other balance with bank	-	-
- Balance with non schedule bank	6,719.45	2,648.49
	23,911.07	19,808.98



- 3 These consolidated financial results have been prepared in accordance with the recognition and measurement principals laid down in Indian Accounting Standards 34 - Interim Financial Reporting ("Ind AS 34") prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principal generally accepted in India.
- 4 The figures of the quarters ended 31st March 2023 and 31st March 2022 are the balancing figures between the audited figures in respect of the full financial year and published year to date figures up to the third quarter of the relevant financial year which were subject to limited review by Statutory Auditors of the Company.
- 5 The Results for the year ended 31st March 2023 were audited by the Statutory Auditor of the Company.
- 6 The consolidated financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 28th April 2023.
- 7 The Board of Directors have recommended, subject to approval of shareholders, dividend of Rs. 0.10 per share (1%) for FY 2023.
- 8 Consolidated Segment information in accordance with the Ind AS 108 – Operating Segments of the Group is as under:

Sr. No.	Particulars	Quarter Ended			Year Ended	
		Mar 31, 2023	Dec 31, 2022	Mar 31, 2022	Mar 31, 2023	Mar 31, 2022
		(Refer Note 4)	(Unaudited)	(Refer Note 4)	(Audited)	(Audited)
1	Segment Revenue					
	Lending business	5,447.27	4,433.57	4,385.74	18,506.89	14,748.91
	Prepaid Payment Instrument business	9,906.49	10,980.91	10,679.73	43,940.10	37,413.80
	Forex business	789.55	962.94	380.02	3,246.63	1,046.18
	Total Segment Revenue	16,143.31	16,377.42	15,445.49	65,693.62	53,208.89
2	Segment Results (Profit before Tax)					
	Lending business	374.55	232.52	518.21	1,509.92	2,186.17
	Prepaid Payment Instrument business	(2,481.12)	(2,500.48)	(1,228.62)	(9,326.25)	(3,281.81)
	Forex business	136.04	181.04	(83.29)	486.99	(629.10)
	Others	(304.67)	(278.94)	618.32	(1,213.45)	(31.90)
	Total Segment Results	(2,275.20)	(2,365.86)	(175.38)	(8,542.79)	(1,756.64)
3	Segment Assets					
	Lending business	1,43,627.99	1,31,079.34	1,26,969.82	1,43,627.99	1,26,969.82
	Prepaid Payment Instrument business	26,401.63	28,821.19	31,357.87	26,401.63	31,357.87
	Forex business	4,695.10	4,796.79	2,429.82	4,695.10	2,429.82
	Unallocated	4,073.36	1,954.45	1,871.45	4,073.36	1,871.45
	Others	686.37	897.49	1.93	686.37	1.93
	Total Segment Assets	1,79,484.45	1,67,549.26	1,62,630.89	1,79,484.45	1,62,630.89
4	Segment Liabilities					
	Lending business	94,257.95	80,904.57	75,984.79	94,257.95	75,984.79
	Prepaid Payment Instrument business	18,206.95	16,822.62	15,982.98	18,206.95	15,982.98
	Forex business	1,332.13	2,729.79	1,268.23	1,332.13	1,268.23
	Others	58.33	201.36	0.48	58.33	0.48
	Total Segment Liabilities	1,13,855.36	1,00,658.34	93,236.48	1,13,855.36	93,236.48

Note : Business Segments have been identified and reported taking into account the nature of products and services, the organisation structure, the internal business reporting system and the guidelines prescribed by the RBI. The Group doesn't have any reportable geographical segment.

- 9 The compliance related to disclosure of certain ratios and other financial information as required under Regulation 52 (4) of the Listing Regulations is made in Appendix 1.
- 10 The secured non-convertible debentures issued by the Company are fully secured by first pari passu charge by hypothecation of book debts/ loan receivables to the extent as stated in the Information Memorandum. Further, the Company has maintained asset cover as stated in the Information Memorandum which is sufficient to discharge the principal amount at all times for the non-convertible debt securities issued.
- 11 The Code of Social Security, 2020 (Code) relating to employee benefits during employment and post employment received Presidential assent in September 2020. Subsequently, the Ministry of Labour Employment had released the draft rules on the aforementioned code, which are yet to be notified. The Company will evaluate the impact and make necessary adjustments to the financial statements in the period when the code will come into effect.
- 12 Rapipay Fintech Private Limited (Subsidiary to 'Capital India Finance Limited') has invested Rs 1406.53 Lakhs in equity shares of its subsidiary Kuants Wealth Private Limited during the quarter ended 30th June, 2022 and investment in Kuants as on March 31, 2023 is Rs 2058.29 Lakhs. Consequent to acquisition, Kuants Wealth Private Limited have become subsidiary of Capital India Finance Limited.
- 13 During the year ended 31 March 2023, the Nomination and Remuneration Committee of the Board of Rapipay Fintech Private Limited has granted 906,512 options to the eligible employees of Rapipay Fintech Private Limited and 111,300 options to the eligible employees of Kuants Wealth Private Limited at an exercise price of Rs. 300 per share under Rapipay Employee Stock Option Plan 2020.
- 14 Rapipay Fintech Private Limited (Subsidiary to 'Capital India Finance Limited') has invested Rs 75 Lakhs in equity shares of its subsidiary NYE Insurance Broking Private Limited. Consequent to acquisition, NYE Insurance Broking Private Limited have become subsidiary of Capital India Finance Limited.
- 15 During the year Capital India Finance Limited has invested Rs 2 Lakhs in equity shares of its subsidiary Capital India Asset Management Private Limited (CIAMPL).
- 16 Previous period/ year figures have been regrouped/ reclassified to make them comparable with those of current period.



Place: Mumbai
Date : 28th April 2023

By order of the Board
Capital India Finance Limited

Keshav Porwal
Managing Director
DIN: 06706341



CAPITAL INDIA FINANCE LIMITED

Regd.off : 2nd floor, DLF Centre, Sansad Marg, New Delhi 110001, P.: 011-49546000
CIN: L74899DL1994PLC128577, Website : www.capitalindia.com, Email : secretarial@capitalindia.com

Appendix 1

*Disclosure in compliance with Regulations 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as amended, for the Quarter and Year ended March 2023

Sr No	Particulars	Quarter Ended Mar 31, 2023	Year Ended Mar 31, 2023
1	Debt Equity Ratio (Debt securities+Borrowings) / Total Equity		1.48
2	Debt Service Coverage Ratio	Not Applicable, being an NBFC	
3	Interest Service Coverage Ratio	Not Applicable, being an NBFC	
4	Outstanding Redeemable Preference Shares	-	
5	Outstanding Redeemable Preference Shares Value	-	
6	Capital Redemption Reserve / Debenture Redemption Reserve	Not Applicable, being an NBFC	
7	Net Worth (Rs. In Lakhs)		60,555.75
8	Net profit after tax (Rs. In Lakhs)	(2,393.00)	(8,707.00)
9	Earnings per share	Basic	(5.35)
		Diluted	(5.32)
10	Current ratio	Not Applicable, being an NBFC	
11	Long term debt to working capital	Not Applicable, being an NBFC	
12	Bad debts to Account receivable ratio	Not Applicable, being an NBFC	
13	Current liability ratio	Not Applicable, being an NBFC	
14	Total debts to total assets (Debt securities+Borrowings) / Total Assets		0.50
15	Debtors turnover	Not Applicable, being an NBFC	
16	Inventory turnover	Not Applicable, being an NBFC	
17	Operating margin (%)	Not Applicable, being an NBFC	
18	Net profit margin (%) [Profit after tax / Total Income]	(14.82%)	(13.25%)



Place: Mumbai
Date: 28th April 2023

For Capital India Finance Limited

Keshav Porwal
Managing Director
DIN: 06706341

