

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM
CONSOLIDATED FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
CAPITAL INDIA FINANCE LIMITED**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **CAPITAL INDIA FINANCE LIMITED** (the "Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as the "Group"), for the quarter ended June 30, 2021 (the "Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 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 principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:

Parent:

- a. Capital India Finance Limited

Subsidiaries:

- b. Capital India Home Loans Limited
- c. Capital India Asset Management Private Limited
- d. Capital India Wealth Management Private Limited
- e. CIFL Holdings Private Limited
- f. CIFL Investment Adviser Private Limited
- g. Rapipay Fintech Private Limited



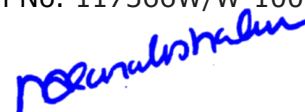
**Deloitte
Haskins & Sells LLP**

5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to Note 6 to the financial results, which describes that the potential impact of the COVID-19 Pandemic on the Group's results are dependent on future developments, which are highly uncertain.

Our conclusion on the Statement is not modified in respect of this matter.

7. The consolidated unaudited financial results includes the interim financial results of 4 subsidiaries which have not been reviewed by their auditors, whose interim financial results reflect total revenues of nil for the quarter ended June 30, 2021, total net loss after tax and total comprehensive loss of Rs. 0.38 lakhs for the quarter ended June 30, 2021 as considered in the Statement. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group. Our Conclusion on the Statement is not modified in respect of our reliance on the interim financial results certified by the Management.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Pallavi A. Gorakshakar
(Partner)
Membership No. 105035
UDIN: 21105035AAAMR7162

Place: Mumbai
Date: August 13, 2021

(Rs. in lakhs)

Statement of Consolidated Unaudited Financial Results for the quarter ended June 30, 2021

S.No.	Particulars	Quarter Ended		Year ended	
		June 30 2021 (Unaudited)	March 31 2021 Refer Note 7	June 30 2020 (Unaudited)	March 31 2021 (Audited)
	Revenue from operations				
(i)	Interest income	3,163.59	2,586.51	2,520.56	10,577.03
(ii)	Fees and commission income	4,306.96	1,026.33	2,335.25	12,910.09
(iii)	Sale of foreign currency	14,779.99	15,606.04	-	26,269.34
(iv)	Sale of devices	2,950.59	6,707.66	9.23	7,636.77
(v)	Net gain on fair value changes	19.36	46.40	9.87	128.12
(vi)	Other operating income	104.03	227.38	27.71	428.09
(I)	Total revenue from operations	25,324.52	26,200.32	4,902.62	57,949.44
(II)	Other income	0.14	1.21	0.58	1.21
(III)	Total Income (I+II)	25,324.66	26,201.53	4,903.20	57,950.65
	Expenses				
(i)	Finance costs	900.92	839.85	383.13	2,425.20
(ii)	Impairment of financial assets (Refer Note 6)	155.58	(154.70)	121.55	3.47
(iii)	Fees and commission expense	3,597.36	639.20	2,130.20	11,387.50
(iv)	Cost of materials consumed	14,659.65	15,661.32	7.54	26,845.94
(v)	Employee benefits expenses	1,837.05	1,868.36	1,075.51	5,539.56
(vi)	Depreciation and amortization	436.86	407.33	339.78	1,465.00
(vii)	Others expenses	3,767.03	7,310.32	234.15	8,808.54
(IV)	Total Expenses	25,354.45	26,571.68	4,291.86	56,475.21
(V)	(Loss)/profit before tax (III-IV)	(29.79)	(370.15)	611.34	1,475.44
(VI)	Tax expense :				
	(1) Current tax	156.58	134.09	232.57	759.30
	(2) Deferred tax	(64.68)	59.31	(27.97)	107.65
(VII)	(Loss)/profit for the year/period (V-VI)	(121.69)	(563.55)	406.74	608.49
	(Loss)/profit for the year/period attributable to:				
	Owners of the Company	133.00	(445.75)	468.18	960.35
	Non-controlling interest	(254.69)	(117.80)	(61.44)	(351.86)
	Other Comprehensive Income	-	-	-	-
	(i) Items that will not be reclassified to profit or loss	-	36.61	-	36.61
	(ii) Income Tax relating to items that will not be reclassified to profit or loss	-	(9.21)	-	(9.21)
(VIII)	Other Comprehensive Income	-	27.40	-	27.40
(IX)	Total Comprehensive Income/(loss) (VII+VIII)	(121.69)	(536.15)	406.74	635.89
	Total comprehensive income/(loss) for the year/period attributable to:				
	Owners of the Company	133.00	(418.30)	468.18	987.80
	Non-controlling interest	(254.69)	(117.85)	(61.44)	(351.91)
(X)	Paid-up equity share capital (Face value of 10/- each)	7,773.43	7,773.43	7,773.43	7,773.43
(XI)	Reserves excluding Revaluation reserve as per Balance Sheet				48,514.88
(XII)	Earnings per share:*				
	(a) Basic (Rs.)	0.17	(0.57)	0.60	1.24
	(b) Diluted (Rs.)	0.17	(0.57)	0.59	1.22
	(c) Face value per equity share (Rs)	10.00	10.00	10.00	10.00

*Earning per share for Quarter is not annualised

- Notes :-
- These consolidated unaudited 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.
 - The consolidated financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on August 13, 2021.
 - The auditors have carried out Limited Review of the financial results for the quarter ended June 30, 2021, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)



4) 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
		June 30, 2021 (Unaudited)	March 31, 2021 Refer Note 7	June 30, 2020 (Unaudited)	March 31, 2021 (Audited)
1	Segment Revenue				
	Lending business	3,139.80	2,610.98	2,523.21	10,645.67
	Prepaid Payment Instrument business	7,374.13	7,955.48	2,379.99	20,974.06
	Forex business	14,810.73	15,635.07	-	26,330.92
	Total Segment Revenue	25,324.66	26,201.53	4,903.20	57,950.65
2	Segment Results (Profit before Tax)				
	Lending business	610.56	439.36	778.98	3,322.02
	Prepaid Payment Instrument business	(391.60)	(541.05)	(167.43)	(1,034.70)
	Forex business	(248.37)	(267.14)	-	(809.36)
	Others	(0.38)	(1.32)	(0.21)	(2.52)
	Total Segment Results	(29.79)	(370.15)	611.34	1,475.44
3	Segment Assets				
	Lending business	91,553.27	83,221.23	70,125.45	83,221.23
	Prepaid Payment Instrument business	17,246.06	18,081.85	6,193.04	18,081.85
	Forex business	2,337.93	1,915.08	-	1,915.08
	Unallocated	1,344.86	1,131.57	1,096.08	1,131.57
	Others	3.69	4.59	6.40	4.59
	Total Segment Assets	1,12,485.81	1,04,354.32	77,420.97	1,04,354.32
4	Segment Liabilities				
	Lending business	41,433.53	32,886.42	19,589.50	32,886.42
	Prepaid Payment Instrument business	10,838.91	11,232.68	4,561.21	11,232.68
	Forex business	571.53	577.58	-	577.58
	Unallocated	-	-	183.46	-
	Others	0.94	1.47	2.37	1.47
	Total Segment Liabilities	52,844.91	44,698.15	24,336.54	44,698.15

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.

- 5) The Board of Directors of Rapipay Fintech Private Limited (RFPL) ("the Company/the Transferee Company") being our subsidiary in their meeting held on January 27, 2020, approved the Scheme of Amalgamation between the Company and Rapipay Fintech Holding Private Limited (RFHPL) ("the Transferor Company") and their respective Shareholders and Creditors ("the Scheme") under section 230 to 232 of Companies Act, 2013 and other applicable provisions of the Companies Act 2013 for Amalgamation of the businesses from the Transferor Company, inter alia, consisting of entire undertaking, business, activities and operations pertaining to the business and its transfer as a going concern to the Transferee Company as per Ind AS 103. In terms of the Scheme the amalgamation has been accounted for in accordance with the Pooling of Interest Method laid down in Appendix C of Ind AS 103 "Business Combinations of entities under common control". The Transferee Company has issued and allotted to each of the shareholders of the Transferor Company, 9446 equity shares of face value of Rs. 10/- each, of the Transferee Company for every 10,000 equity shares of face value of Rs. 10/- each held by the shareholder of the Transferor Company pursuant to this Scheme. Hence, on March 31, 2021, 88,46,273 equity shares have been issued to Capital India Finance Limited (CIFL) the shareholders of RFHPL at face value of Rs. 10 each.
- 6) The outbreak of COVID-19 pandemic across the globe and in India has contributed to a significant decline and volatility in the global and Indian financial markets and slowdown in the economic activities. Consequent to the outbreak of the COVID-19 pandemic, the Indian government announced a lockdown in March 2020. Subsequently, the national lockdown was lifted by the government, but regional lockdowns continue to be implemented in areas with a significant number of COVID-19 cases. Given the uncertainty over the potential macro-economic impact and external regulatory developments, the Management has considered internal and external information up to the date of approval of these financial results, and has estimated overlays and made certain judgements in accordance with the policy of the Group for the purpose of determination of the provision for impairment of financial assets carried at amortised cost and in relation to revenue recognition.
The impairment provision as on June 30, 2021 aggregates Rs. 1,937.76 lakh (as on March 31, 2021 - Rs. 1,776.18 lakh) which includes potential impact on account of the pandemic of Rs. 1,353.97 lakh (as on March 31, 2021 - Rs. 1,072.20 lakh). Based on the current indicators of future economic conditions, the Group considers these provisions to be adequate.
The extent to which the pandemic including the current "second wave" that has significantly increased the number of cases in India, will continue to impact the results of the Group will depend on future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the COVID-19 pandemic and any action to contain its spread or mitigate its impact whether government-mandated or elected by the Group. Given the uncertainty over the potential macro-economic condition the impact of the COVID-19 pandemic may be different from that estimated as at the date of approval of these financial results and the Group will continue to closely monitor any material changes to future economic conditions, which will be given effect to in the respective future period.
- 7) The figures for the quarter ended March 31, 2021 are the balancing figures between audited figures in respect of the year ended March 31, 2021 and the unaudited figures of the nine months ended December 31, 2020.
- 8) Previous period/year figures have been regrouped/reclassified to make them comparable with those of current period/year.

By order of the Board
Capital India Finance Limited

Vineet Kumar Saxena
Chief Executive Officer
DIN : 07710277



Place: Mumbai
Date: August 13, 2021



**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM
STANDALONE FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
CAPITAL INDIA FINANCE LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **CAPITAL INDIA FINANCE LIMITED** (the "Company"), for the quarter ended June 30, 2021 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 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 principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



**Deloitte
Haskins & Sells LLP**

5. We draw attention to Note 5 to the financial results, which describes that the potential impact of the COVID-19 Pandemic on the Company's results are dependent on future developments, which are highly uncertain.

Our conclusion is not modified in respect of this matter.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Pallavi A. Gorakshakar
(Partner)
Membership No. 105035
UDIN:211050AAAAMS6307

Place: Mumbai
Date: August 13, 2021

(Rs. In lakhs)

Statement of Standalone Unaudited Financial Results for the quarter ended June 30, 2021

S.No.	Particulars	Quarter Ended			Year Ended
		June 30, 2021 Unaudited	March 31, 2021 Refer Note 6	June 30, 2020 Unaudited	March 31, 2021 Audited
	Revenue from operation				
(i)	Interest income	2,544.57	2,055.97	2,260.71	9,011.86
(ii)	Fees and commission income	29.64	34.17	-	93.94
(iii)	Sale of foreign currency	14,779.99	15,606.04	-	26,269.34
(iv)	Net gain on fair value changes	12.98	32.41	2.38	83.79
(I)	Total revenue from operations	17,367.18	17,728.59	2,263.09	35,458.93
(II)	Other income	0.14	0.13	-	0.71
(III)	Total Income (I+II)	17,367.32	17,728.72	2,263.09	35,459.64
	Expenses				
(i)	Finance costs	666.57	657.45	317.59	1,899.62
(ii)	Cost of materials consumed	14,638.00	15,503.17	-	26,110.13
(iii)	Employee benefits expense	898.98	931.93	620.68	2,768.24
(iv)	Depreciation & amortisation	261.86	242.99	221.45	932.37
(v)	Impairment of financial instruments (Refer Note 5)	105.58	(172.09)	109.55	(101.53)
(vi)	Other expenses	338.50	331.67	124.46	924.88
(IV)	Total Expenses	16,909.49	17,495.13	1,393.73	32,533.71
(V)	Profit before tax (III-IV)	457.83	233.59	869.36	2,925.93
(VI)	Tax Expenses				
(1)	Current tax	156.58	134.09	232.57	759.30
(2)	Deferred tax	(48.03)	65.46	(13.73)	121.04
(VII)	Profit for the period/year (V-VI)	349.28	34.04	650.52	2,045.59
	Other Comprehensive Income				
(i)	Items that will not be reclassified to profit or loss	-	26.75	-	26.75
(ii)	Income Tax relating to items that will not be reclassified to profit or loss	-	(6.73)	-	(6.73)
(VIII)	Other Comprehensive Income	-	20.02	-	20.02
(IX)	Total comprehensive income (VII+VIII)	349.28	54.06	650.52	2,065.61
(X)	Paid up Equity Share Capital (Face value of Rs 10/- each)	7,773.43	7,773.43	7,773.43	7,773.43
(XI)	Reserves excluding Revaluation Reserve as per Balance Sheet				48,138.16
(XII)	Earnings per share*:				
(a)	Basic (Rs.)	0.45	0.04	0.84	2.63
(b)	Diluted (Rs.)	0.45	0.04	0.83	2.60
(c)	Face value per equity share (Rs)	10.00	10.00	10.00	10.00

*Earning per share for Quarter is not annualised

Notes :-

- These standalone unaudited 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.
- The results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on August 13, 2021.
- The auditors have carried out Limited Review of the financial results for the quarter ended June 30, 2021, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)
- Segment information in accordance with the Ind AS - 108 Operating segments of the company is as under.

Sr. No.	Particulars	Quarter Ended			Year ended
		June 30, 2021 Unaudited	March 31, 2021 Refer Note 6	June 30, 2020 Unaudited	March 31, 2021 Audited
1	Segment Revenue				
	Lending business	2,556.59	2,093.65	2,263.09	9,128.72
	Forex business	14,810.73	15,635.07	-	26,330.92
	Total Segment Revenue	17,367.32	17,728.72	2,263.09	35,459.64
2	Segment Results (Profit before Tax)				
	Lending business	706.20	500.72	869.36	3,735.29
	Forex business	(248.37)	(267.13)	-	(809.36)
	Total Segment Results	457.83	233.59	869.36	2,925.93
3	Segment Assets				
	Lending business	85,840.11	78,246.87	71,440.61	78,246.87
	Forex business	2,337.93	1,915.08	-	1,915.08
	Unallocated	1,043.19	994.51	-	994.51
	Total Segment Assets	89,221.23	81,156.46	71,440.61	81,156.46
4	Segment Liabilities				
	Lending business	32,376.60	24,667.31	16,821.64	24,667.31
	Forex business	571.53	577.58	-	577.58
	Total Segment Liabilities	32,948.13	25,244.89	16,821.64	25,244.89

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 entity doesn't have any reportable geographical segment.



- 5) The outbreak of COVID-19 pandemic across the globe and in India has contributed to a significant decline and volatility in the global and Indian financial markets and slowdown in the economic activities. Consequent to the outbreak of the COVID-19 pandemic, the Indian government announced a lockdown in March 2020. Subsequently, the national lockdown was lifted by the government, but regional lockdowns continue to be implemented in areas with a significant number of COVID-19 cases. Given the uncertainty over the potential macro-economic impact and external regulatory developments, the Management has considered internal and external information up to the date of approval of these financial results, and has estimated overlays and made certain judgements in accordance with the policy of the Company for the purpose of determination of the provision for impairment of financial assets carried at amortised cost and in relation to revenue recognition.

The impairment provision as on June 30, 2021 aggregates Rs. 1,737.76 lakh (as on March 31, 2021 - Rs. 1,632.18 lakh) which includes potential impact on account of the pandemic of Rs. 1,263.97 lakh (as on March 31, 2021 - Rs. 1,012.20 lakh). Based on the current indicators of future economic conditions, the Group considers these provisions to be adequate.

The extent to which the pandemic including the current "second wave" that has significantly increased the number of cases in India, will continue to impact the results of the Company will depend on future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the COVID-19 pandemic and any action to contain its spread or mitigate its impact whether government-mandated or elected by the Company. Given the uncertainty over the potential macro-economic condition the impact of the COVID-19 pandemic may be different from that estimated as at the date of approval of these financial results and the Company will continue to closely monitor any material changes to future economic conditions, which will be given effect to in the respective future period.

- 6) The figures of the quarters ended 31st March 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 previous financial year.
- 7) Previous period/year figures have been regrouped/reclassified to make them comparable with those of current period/year.

By order of the Board
Capital India Finance Limited


Vineet Kumar Saxena
Chief Executive Officer
DIN : 07710277



Place: Mumbai
Date: August 13, 2021

