

Chaitanya India Fin Credit Private Limited
CIN: U67190KA2009PTC049494
#145, 2nd Floor, NR Square, 1st Main Road, Sirsi Circle, Chamrajpet, Bangalore - 560018
Financial results for the quarter and half year ended September 30, 2021
(All amounts in ₹ lakhs unless otherwise stated)

| Sl No | Particulars | Quarter ended | Half year ended | Half year ended | Year ended |
|-------|--------------------------------------------------------------------------------|--------------------|--------------------|--------------------|------------------|
| | | September 30, 2021 | September 30, 2021 | September 30, 2020 | March 31, 2021 |
| | | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| 1 | Revenue from operations | | | | |
| | Interest Income | 6,840.37 | 13,398.76 | 10,101.53 | 20,993.13 |
| | Fees and commission Income | 48.85 | 60.34 | 259.09 | 336.72 |
| | Net gain on fair value changes | 105.64 | 184.28 | 121.39 | 226.55 |
| | Net gain on derecognition of financial instruments | 454.64 | 454.64 | - | 1,809.25 |
| | Total Revenue from operations | 7,449.50 | 14,098.02 | 10,482.01 | 23,365.65 |
| 2 | Other Income | 0.16 | 0.16 | 8.21 | 8.47 |
| 3 | Total Income (1+2) | 7,449.66 | 14,098.18 | 10,490.22 | 23,374.12 |
| 4 | Expenses | | | | |
| | Finance cost | 2,695.35 | 5,394.13 | 3,654.17 | 7,668.54 |
| | Employee benefits expenses | 2,129.37 | 3,918.91 | 2,497.83 | 5,821.76 |
| | Depreciation, amortisation and impairment | 52.98 | 93.15 | 66.25 | 147.25 |
| | Impairment on financial instruments | 292.68 | 1,249.60 | 1,846.78 | 5,228.60 |
| | Others expenses | 994.76 | 1,572.75 | 694.59 | 1,991.93 |
| | Total Expenses | 6,165.14 | 12,228.54 | 8,759.62 | 20,858.08 |
| 5 | Profit/(loss) before tax for the period/ year (3-4) | 1,284.52 | 1,869.64 | 1,730.60 | 2,516.04 |
| 6 | Tax Expense: | | | | |
| | Current Tax | 425.17 | 865.86 | 608.15 | 1,196.46 |
| | Deferred Tax | (180.67) | (490.52) | (226.95) | (742.95) |
| | Total Tax Expense | 244.50 | 375.34 | 381.21 | 453.51 |
| 7 | Profit/ (loss) after tax for the period / year (5-6) | 1,040.02 | 1,494.30 | 1,349.40 | 2,062.53 |
| 8 | Other Comprehensive Income/ Loss | | | | |
| | i) Items that will not be reclassified to profit or loss | - | - | 3.52 | 17.64 |
| | - Income tax relating to items that will not be reclassified to profit or loss | - | - | (0.89) | (4.44) |
| | ii) Items that will be reclassified to profit or loss | - | - | - | 281.20 |
| | - Income tax relating to items that will be reclassified to profit or loss | - | - | - | (70.77) |
| | Total other comprehensive income/ (loss), net of tax | - | - | 2.63 | 223.63 |
| 9 | Total comprehensive income/ (loss) for the period/ year (7+8) | 1,040.02 | 1,494.30 | 1,352.03 | 2,286.16 |
| 10 | Paid-up equity share capital (face value of ₹ 10 each) | 10,350.00 | 10,350.00 | 10,350.00 | 10,350.00 |
| | No of Equity Shares | 1,035.00 | 1,035.00 | 1,035.00 | 1,035.00 |
| 11 | Earnings per equity share (not annualised) | | | | |
| | Basic (Rs.) | 1.00 | 1.44 | 1.39 | 2.06 |
| | Diluted (Rs.) | 1.00 | 1.44 | 1.39 | 2.06 |



Notes :

Note 1 - Statement of Assets & Liabilities

(All amounts in ₹ lakhs unless otherwise stated)

| Sl No | Particulars | As at | As at |
|------------|-----------------------------------------------------------------------|-----------------------------------|-----------------------------|
| | | September 30, 2021 (Unaudited) | March 31, 2021 (Audited) |
| (1) | Financial Assets | 1,52,122.98 | 1,41,162.49 |
| (a) | Cash and cash equivalents | 5,627.33 | 6,379.88 |
| (b) | Bank Balance other than (a) above | 2,000.48 | 1,712.01 |
| (c) | Receivables | | |
| | (I) Trade Receivables | 3.62 | 4.85 |
| | (II) Other Receivables | - | - |
| (d) | Loans | 1,31,770.07 | 1,13,194.07 |
| (e) | Investments | 11,303.65 | 18,089.96 |
| (f) | Other financial assets (to be specified) | 1,417.83 | 1,781.72 |
| (2) | Non-financial Assets | 3,058.92 | 2,129.87 |
| (a) | Deferred tax Assets (Net) | 2,124.55 | 1,563.26 |
| (b) | Property, Plant and Equipment | 377.07 | 288.51 |
| (c) | Right of use asset | 8.45 | 13.33 |
| (d) | Other Intangible assets | 129.60 | 85.82 |
| (e) | Other non-financial assets | 419.25 | 178.95 |
| | Total Assets | 1,55,181.90 | 1,43,292.36 |
| | LIABILITIES AND EQUITY: | | |
| | LIABILITIES | | |
| (1) | Financial Liabilities | 1,16,426.63 | 1,06,375.64 |
| (a) | Payables | | |
| | (I) Trade Payables | | |
| | (i) total outstanding dues of micro enterprises and small enterprises | - | - |
| | (ii) total outstanding dues of creditors other than MSME | 344.85 | 237.31 |
| | (II) Other Payables | | |
| | (i) total outstanding dues of micro enterprises and small enterprises | - | - |
| | (ii) total outstanding dues of creditors other than MSME | - | 53.83 |
| (b) | Debt Securities | 27,434.38 | 29,658.62 |
| (c) | Borrowings (Other than Debt Securities) | 79,650.33 | 67,532.09 |
| (e) | Subordinated Liabilities | 3,987.18 | 3,983.58 |
| (f) | Other financial liabilities | 5,009.89 | 4,910.21 |
| (2) | Non-Financial Liabilities | 2,647.98 | 2,093.31 |
| (a) | Current tax liabilities (Net) | 756.63 | 367.49 |
| (b) | Provisions | 1,518.04 | 1,282.65 |
| (c) | Other non-financial liabilities | 373.31 | 443.17 |
| (3) | EQUITY | 36,107.29 | 34,823.41 |
| (a) | Equity Share capital | 10,350.00 | 10,350.00 |
| (b) | Other Equity | 25,757.29 | 24,473.41 |
| | Total Liabilities and Equity | 1,55,181.90 | 1,43,292.36 |



Note 3 - Statement of Cash flow is given below
(All amounts in ₹ lakhs unless otherwise stated)

| Particulars | As at September 30, 2021 (Unaudited) |
|---------------------------------------------------------------------------------------------|-----------------------------------------------|
| A. Cash flow from Operating activities | |
| Profit before tax | 1,869.64 |
| Adjustments for | |
| Contribution to employee stock option scheme | 38.19 |
| Depreciation, amortisation and impairment | 93.15 |
| Net change in fair value of loans measured at fair value through other comprehensive income | (281.20) |
| (Profit) on sale of fixed assets (net) | (0.16) |
| Impairment on loans | 1,249.60 |
| (Profit) on sale of mutual funds | (117.48) |
| Effective interest rate adjustment for financial instruments | 12.72 |
| Net loss on fair value changes on investment | 21.53 |
| Operating profit before working capital changes | 2,885.99 |
| Adjustments for Working capital changes : | |
| Decrease/(increase) in loans | (19,761.33) |
| (Increase)/decrease in investments | 6,882.25 |
| Decrease/(increase) in receivables | 1.22 |
| Decrease/(increase) in bank deposits | (288.46) |
| Decrease/(increase) in other financial assets | 363.89 |
| Decrease/(increase) in other non-financial assets | (240.30) |
| Increase/(decrease) in payables | 53.71 |
| Increase/(decrease) in other financial liabilities | 99.68 |
| Increase/(decrease) in non-financial liabilities | 127.36 |
| Cash generated from operations | (9,875.99) |
| Direct taxes paid (net of refunds) | (476.72) |
| Net cash flows (used in) operating activities (A) | (10,352.71) |
| B. Cash flow from Investing activities | |
| Purchase of property, plant and equipment and intangible assets | (220.77) |
| Proceeds from sale of property, plant and equipment and intangible assets | 0.31 |
| Net cash flows (used in) investing activities (B) | (220.46) |
| C. Cash flow from Financing activities | |
| Repayment of debt securities | (2,305.20) |
| Proceeds from term loan borrowings | 31,500.00 |
| Repayment of term loan borrowings | (25,457.02) |
| Proceeds from Commercial paper | 6,087.43 |
| Lease payments | (4.59) |
| Net cash flows from financing activities (C) | 9,820.62 |
| Net decrease in cash and cash equivalents (A+B+C) | (752.55) |
| Cash and cash equivalents at the beginning | 6,379.88 |
| Cash and cash equivalents at the end of the year* | 5,627.33 |
| *Components of cash and cash equivalents | |
| Cash and cash equivalents at the end of the year | As at September 30, 2021 Unaudited |
| i) Cash on hand | 119.42 |
| ii) Balances with banks (of the nature of cash and cash equivalents) | 5,507.91 |
| Total | 5,627.33 |



- 4 The above audited financial results have been reviewed by the Audit Committee and approved by the Board of Directors of Chaitanya Fin Credit Private Limited ("the Company") at their meetings held on November 09, 2021.
- 5 The financial results of the Company have been prepared in accordance with Indian Accounting Standards ("IndAS") notified under Section 133 of the Companies Act 2013 ("the Act") read with the Companies (Indian Accounting Standard) Rules, 2015 as amended by the Companies Indian Accounting Standards (Amendment) Rules, 2016.
- 6 The above financial results have been reviewed by the statutory auditors of the Company as required under Regulation 52 of the SEBI Listing Obligations and Disclosure Requirements Regulations 2015 and (Listing Regulations) and have issued an unmodified opinion.
- 7 The figures for Quarter ended September 30, 2021 are not separately reviewed and arrived as a balancing figure between reviewed figures for the half year ended September 30, 2021 and unaudited figures for the quarter ended June 30, 2021.
- 8 Consequent to the outbreak of the COVID-19 pandemic, its impact, including changes in customer behaviour and pandemic fears, as well as restriction of business and individual activities, had led to significant volatility in global and Indian financial markets and a significant decrease in global and local economic activities. The extent to which COVID-19 pandemic, including the current "second wave" that has significantly increased the number of cases in India, will continue to impact the Company's performance and will depend on ongoing as well as future developments which are highly uncertain. The Company's capital and liquidity position remains sufficient and would continue to be the focus area for the Company; accordingly, the Company does not expect a stress on its liquidity situation in the immediate future.
- The Company has put in place specific measures to handle COVID-19 pandemic in line with regulatory requirements such as, social distancing (including work from home options), providing PPE (personal protective gear) to its employees in the organization. The COVID specific SOP (standard operating procedure) prepared was communicated to all the employees and, the requirement of strict adherence has been enforced with the employees. Further, a QRT (quick response team) has been formed, to handle any exigencies reported in the organization.
- The Company has recognized provisions as on September 30, 2021, towards its loan assets to the extent of ₹ 7,763.93 Lakhs which includes an additional provision of ₹ 884.50 Lakhs for impact of COVID-19, based on the information available at this point of time including economic forecasts, in accordance with the expected credit loss method. The Company believes that it has considered all the possible impact of the known events arising out of COVID-19 pandemic in the preparation of financial results.
- 9 The Hon'ble Supreme Court of India through an interim order dated September 03, 2020 (Public Interest Litigation (PIL)), had directed that accounts which were not declared non-performing assets (NPA) till August 31, 2020 shall not be declared as NPA till further orders. Basis the said interim order, the Company had not classified any account as non-performing assets (NPA), as per Reserve Bank of India (RBI) or other regulatory prescribed norms, after August 31, 2020 which was not NPA as of August 31, 2020. The interim order granted to not declare accounts as NPA stood vacated on March 23, 2021. In accordance with the instructions in paragraph 5 of the RBI circular dated April 07, 2021 issued in this regards, the Company has complied with the asset classification of borrower accounts as per extant RBI instructions/ TRAC norms.
- 10 The Rated, Listed, Secured Non Convertible Debentures amounting to ₹ 20213 Lakhs are secured by way of first and exclusive charge on specified pool of receivables on respective NCDs and pari passu subservient charge of companies immovable property is maintained with minimum asset coverage ratio of 100% for NCDs.
- 11 Information as required by Regulation 52(4) of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation 2015 is attached as **Annexure 1**.
- 12 The Company has availed exemption provided under SEBI Circular - SEBI/ITD/DDIS/CIR/2021/0000000637 dated October 5, 2021 as regard to disclosure relating to corresponding quarter results ending June 30, 2021, September 30, 2020 and Cash flow Statement for the period ended September 30, 2020.
- 13 The Company is primarily engaged in the business of financing and as such no separate information is required to be furnished in terms of Ind AS 108 "Operating segments" specified under section 133 of the Companies Act, 2013.
- 14 Information required by Reserve Bank of India Circular on Resolution Framework 2.0 have been listed in **Annexure 2**.
- 15 Figures of the previous periods have been regrouped, wherever necessary, to make them comparable with the current period.



For and on behalf of the Board of Directors
Chaitanya India Fin Credit Private Limited

Anand Rao
Joint Managing Director
DIN: 01713987



Bengaluru
November 09, 2021

Annexure 1

Disclosure in compliance with Regulation 52(4) of the Securities and Exchange Board of India (Listing obligation and Disclosure Requirements) Regulations, 2015 for the half year ended 30 September 2021

- a) Omitted
b) Omitted
c) **Debt Equity Ratio**
Debt-equity ratio of the Company as per the reviewed standalone financial results by statutory auditors as at 30 September 2021 is 3.08
d) Omitted
e) Omitted
f) **Debt service coverage ratio**
Not applicable
g) **Interest service coverage ratio**
Not applicable
h) **Outstanding redeemable preference shares (quantity and value)**
Not applicable
i) **Debenture Redemption Reserve (DRR)** - The Company has created DRR of ₹ 100 lakhs during the year ended March 31, 2021. The Company subsequent to the year end has deposited a sum of ₹ 100 lakhs in the form of fixed deposits with scheduled banks, representing 2% of the debenture issued to State Bank of India under TLTRO Scheme.
Capital Redemption Reserve (CRR) - NIL
j) **Net worth**
Rs. 36,107.28 lakhs
k) **Net profit after tax**
Rs. 1,494.30 lakhs
l) **Earning per share**
a. Basic - Rs. 1.44
b. Diluted - Rs. 1.44
m) **Current ratio**
Current ratio is 1.33
n) **Long Term Debt to Working Capital ratio**
Long Term Debt to Working Capital ratio is 1.45
o) **Bad Debts To Accounts Receivable Ratio**
Bad Debts To Accounts Receivable Ratio is 0.0066%
p) **Current Liability Ratio**
Current Liability Ratio is 67.13 %
q) **Total Debts to Total Assets Ratio**
Total Debts to Total Assets Ratio is 71.58%
r) **Debtor Turnover**
Not applicable
s) **Inventory Turnover**
Not applicable
t) **Operating Margin %**
Operating Margin for the half year ended Sept 2021 is 22.13%
u) **Net Profit Margin %**
Net Profit Margin for the half year ended Sept 2021 is 10.60%
v) **Sector specific equivalent ratios :**
a) Provision Coverage Ratio (PCR) - 76.92%
b) Gross NPA Ratio - 4.51%
c) Net NPA Ratio - 1.08%



Annexure 2

(All amounts in ₹ lakhs unless otherwise stated)

i) Details of resolution plan implemented under the Resolution Framework for COVID-19-related stress as per RBI circular dated August 6, 2020 (Resolution Framework 1.0) are not applicable as the Company has not restructured any loan accounts under resolution framework 1.0.

ii) Details of resolution plan implemented under the RBI Resolution Framework - 2.0: Resolution are given below:

| Sr.No | Description | JLG loans |
|-------|-----------------------------------------------------------------------------------------------|-----------|
| A | Number of Request for Invoking Resolution process | 21,704 |
| B | Number of Accounts where Resolution plan has been implemented under this window | 21,704 |
| C | Exposure to accounts mentioned to (B) before implementation of the plan (Rs in Lakhs) | 4,701.83 |
| D | Of (C), aggregate amount of Debt that was converted into other securities | - |
| E | Additional Funding Sanctioned if any, including between invocation of plan and implementation | - |
| F | Increase in provision on account of implementation in resolution plan (Rs in Lakhs) | 429.75 |



Limited Review Report on Unaudited Half-Yearly Financial Results of the Company pursuant to Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

Review report to the Board of Directors of Chaitanya India Fin Credit Private Limited

1. We have reviewed the accompanying statement of unaudited financial results ("the Statement") of **Chaitanya India Fin Credit Private Limited** ("the Company") for the half year ended September 30, 2021, being submitted by the Company pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
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 Indian Accounting Standard 34, Interim Financial Reporting ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013 ("the Act"), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time . Our responsibility is to issue a report 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. 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.
4. 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.



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Chartered Accountants

Emphasis of matter

5. We draw attention to Note No.8 of the accompanying statement, which describes the uncertainty relating to the effects of Covid-19 pandemic on the Company's operations and the impact on the impairment provision recognised towards the loan assets outstanding as on September 30, 2021.

Our conclusion is not modified in respect of this matter.

Other matter

6. The number and details pertaining to period(s) i.e. half ended September 30, 2020 has been traced from the review report of Walker Chandiook & Co LLP, Chartered Accountants ('the erstwhile auditors'), in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Similarly, the numbers and details pertaining to year ended as at March 31, 2021 and notes related thereto in the Statement have been traced from the Financial Statements of the Company audited by the erstwhile Auditors vide their unmodified report dated June 18, 2021.

Our report is not modified in respect of this matter.



For **VARMA & VARMA**
Chartered Accountants

GEORGY MATHEW

Partner

M. No. 209645

Place : Bengaluru
Date : 09-11-2021

UDIN: 21209645AAAA LX4839



Statement of Deviation or Variation

| | |
|-------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------|
| Name of listed entity | Chaitanya India Fin Credit Private Limited |
| Mode of Fund Raising | Private Placement |
| Type of instrument | Non-Convertible Debentures |
| Date of Raising Funds | During the half year ended September 30,2021, the Company has not raised fund through Non-Convertible Debentures. |
| Amount Raised | Nil |
| Report filed for half year ended | September 30,2021 |
| Is there a Deviation / Variation in use of funds raised? | No |
| Whether any approval is required to vary the objects of the issue stated in the prospectus/ offer document? | Not Applicable |
| If yes, details of the approval so required? | Not Applicable |
| Date of approval | Not Applicable |
| Explanation for the Deviation / Variation | Not Applicable |
| Comments of the audit committee after review | Not Applicable |
| Comments of the auditors, if any | Not Applicable |
| | |

Objects for which funds have been raised and where there has been a deviation, in the following table:

Not Applicable, since there is no deviation

| Original Object | Modified Object, if any | Original Allocation | Modified allocation, if any | Funds Utilised | Amount of Deviation/Variation for the half year according to applicable object (INR Crores and in %) | Remarks, if any |
|-----------------|-------------------------|---------------------|-----------------------------|----------------|------------------------------------------------------------------------------------------------------|-----------------|
| | | | | | | |

Deviation could mean:

- Deviation in the objects or purposes for which the funds have been raised
- Deviation in the amount of funds actually utilized as against what was originally disclosed.

For Chaitanya India Fin Credit Private Limited

Anup

Anup Kumar Gupta
Company Secretary
Date: November 09,2021
Place: Bengaluru



Chartered Accountants

To,
The Board of Directors,
Chaitanya India Fin Credit Private Limited
#45, 2nd Floor, NR Square, 1st Main Road,
Sirsi Circle, Chamarajpet,
Bengaluru – 560 018

Statutory Auditor's Certificate pursuant to clause (d) of sub-regulation (1) of regulation 56 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

- (1) This certificate has been issued in accordance with the terms of our engagement letter dated 23-09-2021 with Chaitanya India Fin Credit Private Limited ("the Company").
- (2) The accompanying statement containing the details of listed non-convertible debt securities ('NCDs') of the outstanding as at 30-09-2021, asset cover maintained against such securities, the covenants criteria as per the terms of debenture trust deed, and the Company's compliance with such covenants ('the Statement') has been prepared by the Company's management pursuant to clause (d) of sub-regulation (1) of regulation 56 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('the Regulations') for the purpose of submission of the Statement along with this certificate to the Debenture Trustees of the Company. We have initialled the Statement for identification purposes only.

Management's Responsibility

- (3) The preparation of the Statement, including the preparation and maintenance of all accounting and other relevant supporting records and documents, is solely the responsibility of the management of the Company. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of financial and other information furnished in the Statement and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.
- (4) The management is also responsible for ensuring the compliance with the requirements of the Regulations and the debenture trust deed for the purpose of furnishing this Statement and for providing all relevant information to the Debenture Trustees.

Auditor's Responsibility

- (5) Pursuant to requirement of the Regulations, it is our responsibility to express limited assurance in the form of a conclusion as to whether anything has come to our attention that cause us believe that the accompanying Statement, containing details regarding maintenance of asset cover as per the terms of debenture trust deed and compliance with all the covenants stated in such debenture trust deed in respect of listed NCDs of the Company outstanding as at 30-09-2021, as mentioned in section b & c of the accompanying statement is in all material aspects, not in agreement with the unaudited financial statement of the Company, underlying books of account and other relevant records and documents maintained by the Company for the period ended 30-09-2021 or that the calculation thereof is arithmetically inaccurate.



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- (6) We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.
- (7) We conducted our examination in accordance with the 'Guidance Note on Audit Report and Certificates for Special Purposes' issued by the Institute of Chartered Accountants of India. The Guidance Note also requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India.
- (8) The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement; and consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed. The procedures selected depend on the auditor's judgement including the assessment of the areas where a material misstatement of the subject matter information is likely to arise. We have performed the following procedures in relation to the Statement:
- Verified the details of ISIN, series, credit rating, issue size, asset cover details and covenants criteria for each series of the listed NCDs from the respective debenture trust deed.
 - Traced the value of assets forming part of the asset cover details for each series from the unaudited financial statements, underlying books of account and other relevant records and documents maintained by the Company for the period ended 30-09-2021.
 - Recomputed the asset coverage ration based on the information as obtained in the point (a) and (b) above
 - Verified that the Computation of financial covenants as on 30-09-2021 is in accordance with the basis of computation given in the statement/ debenture trust deed and the amounts used in such computation have been accurately extracted from the information obtained in the point (b) above.
 - Based on the procedure performed in (d) above ensured that the remarks given by the management with respect to the Company's compliance with each of the covenants (on whether the covenants are met or breached) are appropriate.
 - Verified the arithmetical accuracy of the Statement.
 - Obtained necessary representations from the management.

Conclusion

- (9) Based on procedures performed as above, evidences obtained, and the information and explanations given to us, along with the representations provided by the management, nothing has come to our attention that cause us believe that the Statement, containing details regarding maintenance of asset cover as per the terms of debenture trust deed and compliance with all the covenants stated in such debenture trust deed in respect of listed NCDs of the Company outstanding as at 30-09-2021, as mentioned in section b & c of the accompanying statement is, in all material aspects, not in agreement with the unaudited financial statement of the Company, underlying books of account and other relevant records and documents maintained by the Company for the period ended 30-09-2021 or that the calculation thereof is arithmetically inaccurate.



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Restrictions on Use

- (10) Our work was performed solely to assist you in meeting your responsibilities in relation to your compliance with the Regulations. Our obligations in respect of this certificate are entirely separate from, and our responsibility and liability are in no way changed by any other role we may have (or may have had) as auditors of the Company or otherwise. Nothing in this certificate, nor anything said or done in the course of or in connection with the services that are the subject of this report, will extend any duty of care we may have in our capacity as auditors of the Company.
- (11) This report is addressed to and provided to the Board of Directors of the Company solely for the purpose of enabling it to comply with the requirements of the Regulations which inter alia require it to submit this certificate along with the Statement to the Debenture Trustees of the Company and therefore this certificate should not be used referred to or distributed for any other purpose or to any other party without our prior written consent. Accordingly, we do not accept or assume any liability or duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.



For **VARMA & VARMA**
Chartered Accountants

GEORGY MATHEW

Partner

M. No. 209645

Place : Bengaluru

Date : 09-11-2021

UDIN: 21209645AAAALY7896



Information regarding the Company's asset cover and compliance with financial covenants as at 30-09-2021 in respect of its listed non-convertible debt securities issued by the Company where Catalyst Trusteeship Limited is the Debenture Trustee

a) Chaitanya India Fin Credit Pvt Ltd, vide its Board Resolution and under various Debenture Trust Deeds, has issued the following listed debt securities where Catalyst Trusteeship Limited is the Debenture Trustee :

| ISIN | Private Placement / Public issue | Secured / Unsecured | Sanctioned amount in (Rs. In Crs.) |
|--------------|----------------------------------|---------------------|------------------------------------|
| INE140R07058 | Private Placement | Secured | 25.00 |
| INE140R07090 | Private Placement | Secured | 15.00 |
| INE140R07108 | Private Placement | Secured | 50.00 |
| INE140R07124 | Private Placement | Secured | 30.00 |
| INE140R07132 | Private Placement | Secured | 50.00 |
| INE140R07140 | Private Placement | Secured | 25.00 |
| INE140R07173 | Private Placement | Secured | 50.00 |

b) Asset Cover for listed debt securities:

i. The financial information as on 30-09-2021 has been extracted from the books of accounts for the year ended 30-09-2021 and other relevant records.

ii. The assets of the Chaitanya India Fin Credit Private Limited provide coverage for the principal amount, which is in accordance with the terms of issue/ debenture trust deed (calculation as per statement of asset cover ratio for the Secured debt securities - table - I).

Table 1

| Sl. No. | Particulars | | Amount (in Crs) |
|---------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|-----------------|
| i. | Total assets available for secured Debt Securities' - (secured by either pari passu or exclusive charge on assets) (mention the share of Debt Securities' charge holders) | A | 202.00 |
| | • Property Plant & Equipment (Fixed assets) - movable/ immovable property etc | | |
| | • Loans /advances given (net of provisions, NPAs and sell down portfolio), Debt Securities, other credit extended etc (Refer Note 1 below) | | 202.00 |
| | • Receivables including interest accrued on Term loan / Debt Securities etc | | |
| | • Investment(s) | | |
| | • Cash and cash equivalents and other current/ Non-current assets | | |
| ii. | Total borrowing through issue of secured Debt Securities (secured by either pari passu or exclusive charge on assets) | B | 171.14 |
| | • Debt Securities (Provide details as per table below) | | 171.14 |
| | • IND - AS adjustment for effective Interest rate on secured Debt Securities | | |
| | • Interest accrued/payable on secured Debt Securities | | |
| iii. | Asset Coverage Ratio | (A/B) | 118.03% |
| | (100% or higher as per the terms of offer document/ information memorandum/ debenture trust deed) | | |

Note:

1 - The above loans (book debts/ receivables) amounting to Rs 202 Crores is shown at gross outstanding balances instead of net of provisions, considering the impact of net of provision of Rs 6.04 Crores revised asset cover ratio would be 114.52%.



**ISIN wise details**

| Sl. No. | ISIN | Facility | Type of Charge | Sanctioned amount in (Rs in Crs.) | Outstanding as on 30-09-2021 (Rs. in Crs.) | Cover Required (%) | Assets Required (Rs. in Crs.) |
|---------|--------------|---------------------------------|------------------|-----------------------------------|--------------------------------------------|--------------------|-------------------------------|
| 1 | INE140R07058 | Non Convertible Debt Securities | Exclusive Charge | 25.00 | 25.00 | 105.00% | 26.25 |
| 2 | INE140R07090 | Non Convertible Debt Securities | Exclusive Charge | 15.00 | 15.00 | 110.00% | 16.50 |
| 3 | INE140R07108 | Non Convertible Debt Securities | Exclusive Charge | 50.00 | 50.00 | 125.00% | 62.50 |
| 4 | INE140R07124 | Non Convertible Debt Securities | Exclusive Charge | 30.00 | 13.83 | 110.00% | 15.21 |
| 5 | INE140R07132 | Non Convertible Debt Securities | Exclusive Charge | 50.00 | 50.00 | 125.00% | 62.50 |
| 6 | INE140R07140 | Non Convertible Debt Securities | Exclusive Charge | 25.00 | 17.31 | 110.00% | 19.04 |
| | | Total | | 195.00 | 171.14 | | 202.00 |

c) Compliance of all the covenants/ terms of the issue in respect of listed debt securities of the listed entity

We have examined the compliances made by the listed entity in respect of the covenants/ terms of the issue of the listed debt securities (NCD's) and certify that the such covenants/ terms of the issue have been complied by the listed entity except as stated below: -

| ISIN.No | Description of Non-Convertible Debentures | Description of Loan Covenants | Covenant Compliance | Complied/ Not Complied |
|--------------|---------------------------------------------|--------------------------------------------------------------------------|---------------------|---------------------------------|
| INE140R07058 | 250, 12.40% Debentures of Rs.10,00,000 each | PAR>30/ Gross outstanding Loan Portfolio (Not > 5%) | 6.46% | Not Complied (Refer Note Below) |
| | | PAR > 30 +Restructured Loan/ Gross outstanding loan Portfolio (Not > 7%) | 8.36% | Not Complied (Refer Note Below) |

Note:

The Company has intimated the subscriber of debentures regarding the covenant non-compliance and has obtained an acknowledgement for the same. The company is awaiting for the approval of the waiver thereon.

For Chaitanya India Fin Credit Private Limited

Abhik Sarkar
Chief Financial Officer





Information regarding the Company's asset cover and compliance with financial covenants as at 30-09-2021 in respect of its listed non-convertible debt securities issued by the Company where IDBI Trusteeship Services Limited is the Debenture Trustee

a) Chaitanya India Fin Credit Pvt Ltd, vide its Board Resolution and under various Debenture Trust Deeds, has issued the following listed debt securities where IDBI Trusteeship Services Limited is the Debenture Trustee:

| ISIN | Private Placement / Public issue | Secured / Unsecured | Sanctioned amount in (Rs. In Crs.) |
|--------------|----------------------------------|---------------------|------------------------------------|
| INE140R07157 | Private Placement | Secured | 15.50 |
| INE140R07165 | Private Placement | Secured | 15.50 |
| INE140R08031 | Private Placement | Unsecured | 15.00 |

b) Asset Cover for listed debt securities:

i. The financial information as on 30-09-2021 has been extracted from the books of accounts for the year ended 30-09-2021 and other relevant records.

ii. The assets of the Chaitanya India Fin Credit Private Limited provide coverage for the principal amount, which is in accordance with the terms of issue/ debenture trust deed (calculation as per statement of asset cover ratio for the Secured debt securities - table - I).

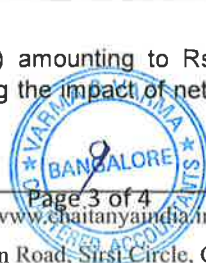
iii. The total assets of the Chaitanya India Fin Credit Pvt Ltd provide coverage of 3.61 times of the principal, which is in the accordance with the terms of issue (Calculation as per statement of the asset coverage ratio available for the unsecured debt securities - table -II) (as per requirement of Regulation 54 read Regulation 56(1)(d) of LODR Regulations).

Table 1

| Sr. No. | | | Amount (Rs. in Crs) |
|---------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|---------------------|
| i. | Total assets available for secured Debt Securities' - (secured by either pari passu or exclusive charge on assets) (mention the share of Debt Securities' charge holders) | A | 34.10 |
| | • Property Plant & Equipment (Fixed assets) - movable/immovable property etc | | |
| | • Loans /advances given (net of provisions, NPAs and sell down portfolio), Debt Securities, other credit extended etc (Refer Note 1 below) | | 34.10 |
| | • Receivables including interest accrued on Term loan / Debt Securities etc | | |
| | • Investment(s) | | |
| | • Cash and cash equivalents and other current/ Non-current assets | | |
| ii. | Total borrowing through issue of secured Debt Securities (secured by either pari passu or exclusive charge on assets) | B | 31.00 |
| | • Debt Securities (Provide details as per table below) | | 31.00 |
| | • IND - AS adjustment for effective Interest rate on secured Debt Securities | | |
| | • Interest accrued/payable on secured Debt Securities | | |
| iii. | Asset Coverage Ratio | (A/B) | 110% |
| | (100% or higher as per the terms of offer document/information memorandum/ debenture trust deed) | | |

Note

1 - The above loans (book debts/receivables) amounting to Rs 34.10 Crores shown at gross outstanding balances instead of net of provision, considering the impact of net of provision of Rs 0.58 Crores revised asset cover ratio would be 108.16%.





ISIN wise details

| Sl. No. | ISIN | Facility | Type of Charge | Sanctioned amount in (Rs. in Crs.) | Outstanding as on 30-09-2021 (Rs. in Crs) | Cover Required | Assets Required (Rs. in Crs) |
|---------|--------------|---------------------------------|------------------|------------------------------------|-------------------------------------------|----------------|------------------------------|
| 1 | INE140R07157 | Non Convertible Debt Securities | Exclusive Charge | 15.50 | 15.50 | 110% | 17.05 |
| 2 | INE140R07165 | Non Convertible Debt Securities | Exclusive Charge | 15.50 | 15.50 | 110% | 17.05 |
| | | Total | | 31.00 | 31.00 | | 34.10 |

Table II

| Sl. No. | Particulars | | Amount (Rs. in Crs) |
|---------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|---------------------|
| 1 | Net assets of the listed entity available for unsecured lenders (Property Plant & Equipment (excluding intangible assets and prepaid expenses) + Investments + Cash & Bank Balances + Other current/ Non-current assets excluding deferred tax assets (-) Total assets available for secured lenders /creditors on pari passu/exclusive charge basis under the above heads (-) unsecured current/ non-current liabilities (-) interest accrued/payable on unsecured borrowings) | A | 454.30 |
| ii. | Total Borrowings (unsecured) | B | 125.70 |
| | • Term loan | | - |
| | • Non-convertible Debt Securities | | 25.00 |
| | • CC/ OD Limits | | |
| | • Other Borrowings (Commercial Papers and Subordinated Liabilities) | | 100.87 |
| | • IND - AS adjustment for effective Interest rate on unsecured borrowings | | -0.18 |
| iii. | Asset Coverage Ratio (100% or higher as per the terms of offer document/ information memorandum/ debenture trust deed) | (A/B) | 361% |

c) Compliance of all the covenants/ terms of the issue in respect of listed debt securities of the listed entity

We have examined the compliances made by the listed entity in respect of the covenants/ terms of the issue of the listed debt securities (NCD's) and certify that the such covenants/ terms of the issue have been complied by the listed entity.

For Chaitanya India Fin Credit Private Limited

Abhik Sarkar
Chief Financial Officer

