

INDEPENDENT AUDITOR'S REPORT

To the Members of CapFloat Financial Services Private Limited

Report on the Audit of Standalone Financial Statements

Opinion

We have audited the Standalone Financial Statements of **CapFloat Financial Services Private Limited** ("the Company"), which comprise the Standalone Balance Sheet as at March 31, 2025 and the Standalone Statement of Profit and Loss, including the Standalone Statement of Other Comprehensive Loss, Standalone Statement of Cash Flows and the Standalone Statement of Changes in Equity for the year then ended, and notes to the Standalone Financial Statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025 and its Loss including Other Comprehensive Loss, its Cash Flows and the Changes in Equity for the year ended on that date.

Basis for Opinion

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

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board report and Annual Report but does not include the standalone financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements, or our knowledge obtained in the audit or otherwise appears to be misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have read the Board Report and have nothing to report in this regard.

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Management's Responsibilities for the Standalone Financial Statements

The Company's Management and Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance including Other Comprehensive Loss, Cash Flows and Changes in Equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended. 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 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 Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Statements, Management and Board of Directors is 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 management 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 Statements

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Statements as a whole are 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 these Standalone Financial Statements.

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 Standalone Financial Statements, 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 financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system 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 management.

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Auditor's Responsibilities for the Audit of the Standalone Financial Statements (Cont...)

- Conclude on the appropriateness of management's 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 Standalone Financial Statements 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 Standalone Financial Statements, including the disclosures and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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 Matter

The comparative financial information of the Company for year ended March 31, 2024 were audited by predecessor auditor who expressed an unmodified opinion on those standalone financial statements dated June 30, 2024. Accordingly, we do not express any opinion, as the case may be, on the figures reported in the standalone financial statements for the year ended March 31, 2024. Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Standalone Balance Sheet, the Standalone Statement of Profit and Loss including the Standalone Statement of Other Comprehensive Income, and the Standalone Statement of Cash Flow and Standalone Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;

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Report on Other Legal and Regulatory Requirements (Cont....)

- (d) In our opinion, the aforesaid Standalone Financial Statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
- (e) On the basis of the written representations received from the directors as on March 31, 2025 taken on record by the Board of Directors, none of the directors of the Company is disqualified as on March 31, 2025 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these Standalone Financial Statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2";
- (g) In our opinion and to the best of our information and according to the explanations given to us the provisions of Section 197 of the Act are not applicable to the Company for the year ended March 31, 2025
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its Standalone Financial Statements – Refer Note 38(A)(a) to the Standalone Financial Statements;
 - ii. The Company did not have any long- term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, as disclosed in the Note 47(g) to the Standalone Financial Statement, during the year no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The Management has represented, that, to the best of its knowledge and belief, as disclosed in the Note 47(h) to the Standalone Financial Statement, during the year no funds have been received by the Company from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

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Report on Other Legal and Regulatory Requirements (Cont...)

- (c) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances performed by us, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided in (a) and (b) above, contain any material misstatement.
- v. The Company has not declared or paid any dividend during the year.
- vi. Based on our examination which included test checks, the Company has used an accounting software for maintaining its books of account for the financial year ended March 31, 2025, which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

For Nangia & Co. LLP
Chartered Accountants
FRN No. 002391C/N300069



Jaspreet Singh Bedi
Partner
Membership No.: 601788
UDIN: 25601788BMKSFX7786

Place: Mumbai
Date: June 30, 2025

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Annexure 1 referred to in paragraph 1 under the heading 'Report on other legal and regulatory requirements' of our report of even date

Re: CapFloat Financial Services Private Limited ("the Company")

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

- (i) In respect of the Company's property, plant and equipment and intangible assets:
- (a)(A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment (including right of use assets).
 - (a)(B) The Company has maintained proper records showing full particulars of intangible assets.
 - (b) Property, Plant and Equipment have been physically verified by the management during the year and no material discrepancies were identified on such verification.
 - (c) There is no immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), held by the Company and accordingly, the requirement to report on Clause 3(i)(c) of the Order is not applicable to the Company.
 - (d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets during the year ended March 31, 2025.
 - (e) According to information and explanations given to us, there are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii) (a) The Company's business does not require maintenance of inventories and, accordingly, the requirement to report on clause 3(ii)(a) of the Order is not applicable to the Company.
- (b) During the year, as disclosed in Note 47(I) to the standalone financial statements, the Company has been sanctioned working capital limits in excess of five crore rupees in aggregate from the bank on the basis of security of current assets (Fixed deposits) of the Company. In our opinion and according to the information and explanations given to us, the quarterly returns or statements filed by the Company with such banks or financial institutions are in agreement with the unaudited books of account of the Company for the respective quarters.
- (iii) (a) The Company is engaged in the business of providing loans. Accordingly, the provisions of clause 3(iii)(a) of the Order is not applicable to the Company.
- (b) During the year the terms and conditions of the grant of all loans and advances to Companies, firms, Limited Liability Partnerships or any other parties are not prejudicial to the Company's interest.
- (c) In respect of loans and advances in the nature of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayment or receipts are regular except in the following cases:

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Name of the Product	Amount Outstanding* (Rs in Mn)	Due date	Extent of delay (In days)	Remarks, If any
Amazon	170.73	Various due dates	More than one day	-
Personal Loans	119.00	Various due dates	More than one day	-
Xiaomi	59.45	Various due dates	More than one day	-
Axio Pay Later	11.97	Various due dates	More than one day	-
Tata Pay Later	0.41	Various due dates	More than one day	-

*The amount outstanding represents the aggregate Stage 2 and Stage 3 loan exposures, including accrued interest.

(d) The following amounts are overdue for more than ninety days from Customers to whom loan has been granted, and reasonable steps have been taken by the Company for recovery of the overdue amount of principal and interest.

Loan Given to	No. of Customer	Total Overdue (Rs in Mn)	Remarks, If any
Various Customers	34,082	159.59	-

(e) The Company's principal business is to give loans therefore reporting under paragraph 3(iii)(e) of the Order is not applicable.

(f) According to information and explanations given to us, the Company has not granted any loans or advances in the nature of loans, either repayable on demand or without specifying any terms or period of repayment to Promoters, related parties as defined in Clause 76 of Section 2 of Companies Act, 2013.

- (iv) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not provided any guarantee or security during the year that would attract provisions of Section 185 of the Act. In respect of loan given to directors during the year, the Company has complied with the provisions of Section 185 of the Act. The Company is registered as Non-Banking Financial Company with the Reserve Bank of India. Therefore, the provision of section 186, except subsection (1) of section 186, of the Act are not applicable to the Company. Further the Company has not made any investment to the parties covered under section 186(1) of the Companies Act 2013.
- (v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on Clause 3(v) of the Order is not applicable to the Company.
- (vi) The Company is not in the business of sale of any goods or provision of such services as prescribed. Accordingly, the requirement to report on Clause 3(vi) of the Order is not applicable to the Company.
- (vii) (a) According to the information and explanations given to us, the Company is generally been regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, cess and other statutory dues applicable. The provisions relating to duty of customs, sales-tax, duty of excise and value added tax are currently not applicable to Company. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

(b) According to the records of the company, the dues of income-tax, goods and service tax and other statutory dues on account of dispute, are as follow:

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Name of the Statute	Nature of the Dues	Amount (Rs in Mn)	Paid under Protest (Rs in Mn)	Period to which the amount relates	Forum where dispute is pending	Remarks
Income Tax Act, 1961	Addition of Share application money and Section 14A	3.95	0.70	AY 2014-15	Commissioner of Income Tax (Appeals)	-
Goods and Service Tax Act, 2017	Irregular availment of Input Tax Credit	21.70	1.14	FY 2018-19	Joint Commissioner (Appeals - Karnataka)	Amount includes both Tax liability and penalty charges

- (viii) According to the information and explanations given to us, the Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.
- (ix) (a) According to the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or other lender.
- (c) According to the information and explanations given to us, term loans were applied for the purpose for which the loans were obtained.
- (d) According to the information and explanations given to us and on an overall examination of the Standalone Financial Statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) According to the information and explanations given to us and on an overall examination of the Standalone Financial Statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) According to the information and explanations given to us, the Company has not raised loans during the year on the pledge of securities held in its subsidiaries.
- (x) (a) According to the information and explanations are given to us, the Company has not raised any money by way of initial public offer or further public offer and hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.
- (b) According to the information and explanations are given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year and accordingly, Clause 3(x)(b) of the Order is not applicable to the Company.

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- (xi) (a) According to the information and explanations given to us, no material fraud by the Company or on the Company has been noticed or reported during the year, other than the instances of fraud noticed and reported by the management in the terms of the regulatory provision applicable to the Company amounting to Rs. 1.40 Mn.
- (b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there are no whistleblower complaints received by the company during the year.
- (xii) The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on Clause 3(xii)(a), (b) and (c) of the Order is not applicable to the Company.
- (xiii) According to the information and explanations given to us, transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the Standalone Financial Statements, as required by the applicable accounting standards.
- (xiv) (a) According to the information and explanations given to us, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.
- (xv) According to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on Clause 3(xv) of the Order is not applicable to the Company.
- (xvi) (a) According to the information and explanations given to us and audit procedures performed by us, the Company has registered as required, under section 45-IA of the Reserve Bank of India Act, 1934.
- (b) The Company has not conducted any Non-Banking Financial activities without obtaining a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- (c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on Clause 3(xvi)(c) of the Order is not applicable to the Company.
- (d) There is no Core Investment Company as a part of the Group, hence, the requirement to report on Clause 3(xvi)(d) of the Order is not applicable to the Company.
- (xvii) The Company has incurred cash losses of Rs. 1,181.68 Mn during the current financial year, whereas no cash losses were incurred in the immediately preceding financial year.
- (xviii) Based on the information and explanations provided and pursuant to the RBI Guidelines dated April 27, 2021, on the appointment of auditors for NBFCs, the previous statutory auditors resigned during the year due to their ineligibility under RBI guidelines during their tenure.

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- (xix) On the basis of the financial ratios disclosed in Note 47(m) to the Standalone Financial Statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the Standalone Financial Statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) The Company did not have average net profits during the three immediately preceding financial years and therefore was not required to spend any amount towards Corporate Social Responsibility (CSR) during the year and there is no unspent CSR amount for the year requiring a transfer to a Fund specified in Schedule VII to the Act or special account in compliance with the provision of sub-section (6) of the section 135 of the Act. Accordingly, reporting under clause (xx) of the Order is not applicable for the year.

For Nangia & Co. LLP
Chartered Accountants
FRN No. 002391C/N500069



Jaspreet Singh Bedi
Partner
Membership No.: 601788
UDIN: 25601788BMKSF7786

Place: Mumbai
Date: June 30, 2025

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"Annexure 2" To the Independent Auditor's Report of even date of Standalone Financial Statements of CapFloat Financial Services Private Limited

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

To
The Member of
CapFloat Financial Services Private Limited

We have audited the internal financial controls over financial reporting with reference to Standalone Financial Statements of **CapFloat Financial Services Private Limited** ("the Company") as of March 31, 2025 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on internal control over financial reporting with reference to Standalone Financial Statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to Standalone Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting with reference to Standalone Financial Statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting with reference to Standalone Financial Statements and their operating effectiveness. Our audit of internal financial controls over financial reporting with reference to Standalone Financial Statements included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting with reference to Standalone Financial Statements.



Registered office: 2nd Floor, B-27 SoamI Nagar, New Delhi-110017 Delhi 110017

Corporate Office: Fourth Floor, Iconic Tower, URMI Estate, Ganpat Rao Kadam Marg, Lower Parel, Mumbai - 400013

Ph.: +91 22 4474 3400, email: info@nangia.com, website: www.nangia.com

LLP Registration NO. AAL-1379 | (registered with limited liability)

Noida - New Delhi - Gurugram - Mumbai - Bengaluru - Chennai - Pune - Dehradun

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting with reference to Standalone Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Standalone Financial Statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting with reference to Standalone Financial Statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Standalone Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the Standalone Financial Statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting with reference to Standalone Financial Statements were operating effectively as at March 31, 2025, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Nangia & Co. LLP
Chartered Accountants
FRN No. 002391C/N500069



Jaspreet Singh Bedi
Partner
Membership No.: 601788
UDIN: 25601788BMKSFX7786

Place: Mumbai
Date: June 30, 2025

Registered office: 2nd Floor, B-27 Soami Nagar, New Delhi-110017 Delhi 110017
Corporate Office: Fourth Floor, Iconic Tower, URM Estate, Ganpat Rao Kadam Marg, Lower Parel, Mumbai - 400013
Ph.: +91 22 4474 3400, email: info@nangia.com, website: www.nangia.com

LLP Registration NO. AAI-1379 | (registered with limited liability)
Noida - New Delhi - Gurugram - Mumbai - Bengaluru - Chennai - Pune - Dehradun

CapFloat Financial Services Private Limited

Standalone Financial Statements
for the year ended March 31, 2025

CapFloat Financial Services Private Limited
 Standalone Balance Sheet as at March 31, 2025
 (CIN: U85993KA1993PTC074590)
 (All amounts in Rs. millions, unless otherwise stated)

Particulars	Notes	As at March 31, 2025	As at March 31, 2024
I ASSETS			
1 Financial assets	4	413.22	447.56
Cash and cash equivalents	5	1,929.20	2,923.46
Bank balance other than cash and cash equivalents			
Receivables	6	153.09	73.37
(i) Trade receivables	7	5,268.09	7,193.84
Loans	8	3,930.75	3,930.75
Investments	9	739.47	906.24
Other financial assets		12,433.82	15,475.24
Total Financial Assets (A)			
2 Non-financial assets		173.22	144.94
Current tax assets (net)	10	42.64	57.22
Property, plant and equipment	11	23.57	31.85
Right-of-use assets	12	29.57	29.84
Intangible assets under development	13	94.50	71.21
Other intangible assets	14	57.52	45.60
Other non-financial assets		421.02	380.67
Total Non-Financial Assets (B)		12,854.84	15,855.91
Total Assets (A+B)			
II LIABILITIES AND EQUITY			
Liabilities			
1 Financial liabilities			
Payables	15		10.15
Trade Payables		11.07	94.59
(i) total outstanding dues of Micro and Small Enterprises		339.28	3,851.05
(ii) total outstanding dues of creditors other than Micro and Small Enterprises	16	2,794.27	4,424.24
Debt securities	17	2,695.55	302.18
Borrowings (other than debt securities)	18	118.35	8,682.21
Other financial liabilities		5,958.52	
Total Financial liabilities (C)			
2 Non-financial liabilities	19	446.60	485.24
Provisions	20	165.01	138.19
Other non-financial liabilities		611.61	933.43
Total Non-Financial liabilities (D)		6,570.13	9,316.64
Total Liabilities (E = C+D)			
3 Equity	21	15.78	15.78
Equity Share Capital	21	760.27	648.56
Instruments entirely Equity in nature	22	5,506.86	5,875.93
Other equity		6,284.71	6,540.27
Total equity (F)		12,854.84	15,855.91
Total Liabilities and Equity (E+F)			

The accompanying notes are an integral part of the standalone financial statements (Notes 1-50).
 This is the Standalone Balance Sheet referred to in our report of even date.

For Nangia and Co LLP
 Chartered Accountants
 ICAI Firm Registration No. 022391C/N500069

Jaspreet Singh Bedi
 Partner
 Membership No. 601768
 Place: Mumbai
 Date: June 30, 2025



For and on behalf of the Board of Directors of
 CapFloat Financial Services Private Limited

Geetav Dinesh Hinduja
 Executive Director
 DIN : 01264801
 Place: Bengaluru
 Date: June 30, 2025

Akshay Sarma
 Chief Financial Officer
 Place: Bengaluru
 Date: June 30, 2025

Sashank R Rishyashringa
 Executive Director
 DIN : 05466985
 Place: Mumbai
 Date: June 30, 2025

Mauli Agarwal
 Company Secretary
 Membership No. 31107
 Place: Mumbai
 Date: June 30, 2025



CapFloat Financial Services Private Limited
 Standalone Statement of Profit and Loss for the year ended March 31, 2025
 (CIN: U65993KA1983PTC074580)
 (All amounts in Rs. millions, unless otherwise stated)

Particulars	Notes	Year Ended March 31, 2025	Year Ended March 31, 2024
Revenue from operations	23	1,245.16	1,773.00
(i) Interest income	24	1,719.96	1,124.86
(ii) Fee income		0.84	195.65
(iii) Gain on sale and assignment of loans		2,666.00	3,093.51
(i) Total revenue from operations		263.23	306.34
(ii) Other income	25	3,249.23	3,401.85
(iii) Total income (i + ii)			
Expenses			
(i) Finance cost	26	921.92	949.73
(ii) Impairment on financial instruments	27	2,099.46	1,061.12
(iii) Employee benefit expenses	28	445.90	452.39
(iv) Depreciation, amortization and impairment	29	62.34	66.37
(v) Other expenses	30	1,578.66	1,105.01
(iv) Total expenses (iv)		5,108.20	3,656.61
(v) Profit/(loss) for the year before tax (III-IV)		(1,858.97)	(254.76)
Tax Expense:			
(a) Current tax		-	-
(b) Deferred tax		-	-
(vi) Total Tax expense		(1,858.97)	(254.76)
(vii) Profit/(loss) for the year (V-VI)			
(viii) Other comprehensive income			
A Items that will not be reclassified to profit or loss			
Remeasurement gain/(loss) on defined benefit plan (OCI)		(0.78)	0.29
Tax impact on Remeasurement gain/(loss) on defined benefit plan (OCI)		-	-
Total (A)		(0.78)	0.29
B Items that will be classified to profit or loss			
Reclassification adjustments to statement of profit and loss		-	-
Income tax impact		-	-
Total (B)		-	-
Other comprehensive profit/(loss) (A + B)		(0.78)	0.29
(ix) Total comprehensive income for the year (VII+VIII)		(1,859.75)	(254.47)
(x) Earnings per share(Nominal value per share Rs.10)	32		
Basic (Rs.)		(207.81)	(30.62)
Diluted (Rs.)		(207.81)	(30.62)

The accompanying notes are an integral part of the standalone financial statements.
 This is the Standalone Statement of Profit & Loss referred to in our report of even date.

For Nangia and Co LLP
 Chartered Accountants
 ICAI Firm Registration No.002391C/N500069

Jaspreet Singh Bedi
 Partner
 Membership No. 601766
 Place: Mumbai
 Date: June 30, 2025

For and on behalf of the Board of Directors of
 CapFloat Financial Services Private Limited

Gaurav Dinash Hingija
 Executive Director
 DIN : 01264601
 Place: Bengaluru
 Date: June 30, 2025

Anshay Sarma
 Chief Financial Officer
 Place: Bengaluru
 Date: June 30, 2025

Sashank R Rishyashringa
 Executive Director
 DIN : 06466985
 Place: Mumbai
 Date: June 30, 2025

Mauli Agarwal
 Company Secretary
 Membership No. 31107
 Place: Mumbai
 Date: June 30, 2025



CapFloat Financial Services Private Limited
 Standalone Statement of Cash Flows for the year ended March 31, 2025
 (CIN:U65933KA1993PTC074560)
 (All amounts in Rs. millions, unless otherwise stated)

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
Cashflows From Operating activities	(1,888.87)	(264.76)
Profit/(Loss) before tax		
Adjustments to reconcile profit/(loss) before tax to net cash flows:		
Depreciation & amortisation	62.34	88.37
Impairment on financial instruments	602.23	750.70
Share based payment to employees	5.93	16.01
Loss/(Profit) on sale/write off of fixed assets (Net)	3.79	6.45
Interest on Lease liabilities	4.55	7.98
Interest and Finance costs	917.37	941.75
Interest Income	(1,245.18)	(1,773.00)
Liabilities no longer required written back	-	(163.45)
Gain on Mutual Funds	(6.89)	-
Lease modifications	(3.11)	-
Cashflow from Interest Income	1,302.85	1,790.09
Cashflow towards Interest and Finance Costs	(940.62)	(946.93)
Profit/(Loss) Before Working Capital Changes	(1,152.51)	523.21
Working capital changes	245.51	(276.17)
(Decrease)/Increase in trade payables	(140.20)	(30.84)
(Decrease)/Increase in financial liabilities	26.82	137.03
(Decrease)/Increase in other liabilities	(3.82)	2.58
(Decrease)/Increase in provisions	1,227.13	(595.64)
(Increase)/Decrease in loans and advances	175.27	(451.85)
(Increase)/Decrease in financial assets	(11.92)	55.53
(Increase)/Decrease in other assets	(31.08)	66.51
(Increase)/Decrease in trade receivables	285.20	(359.34)
Cashflow from operations	(36.28)	(47.58)
Income tax refund (Net)	256.92	(486.92)
Net cash flows (used in)/from operating activities (A)	(71.53)	(42.04)
Cashflows From Investing activities	(71.53)	(42.04)
Additions to Property, Plant & Equipment & Intangible assets	(4.79)	(15.94)
Additions to Intangible assets under development	12.43	-
Sale proceeds from Property, Plant & Equipment	990.94	(464.95)
Placement / Proceeds of Bank Balances other than Cash & Cash equivalents	(1,750.00)	-
Investment in Mutual Funds	1,756.89	-
Sale proceeds of Mutual Funds	933.74	(543.63)
Net cash flows (used in)/from investing activities (B)	111.71	-
Cashflows From Financing activities	1,548.29	-
Proceeds from issue of Compulsory Convertible Preference Share Capital	(77.72)	-
Proceeds from Securities Premium on issue of Compulsory Convertible Preference Share Capital	(45.07)	(53.92)
Payment of securities issue expenses	3,671.67	5,653.14
Repayment of lease liabilities	(4,922.44)	(9,101.67)
Proceeds from debt securities	4,081.40	8,903.32
Repayment of debt securities	(5,762.64)	(5,605.96)
Proceeds from borrowings other than debt securities	(1,225.60)	1,094.95
Repayment of borrowings other than debt securities	(34.34)	144.11
Net cash flows (used in)/from financing activities (C)	447.56	303.45
Net (decrease)/increase in cash and cash equivalents (A+B+C)	413.22	447.56
Cash and cash equivalents at the beginning of the year		
Cash and cash equivalents at the end of the year (Reference Note 4)		

1. The above Statement of Cash Flows has been prepared under the "Indirect Method" as set out in Indian accounting standard (Ind AS) - 7 prescribed under the Companies (Indian Accounting Standards) Rules, 2015 under the Companies Act, 2013.
 2. Component of cash and cash equivalents

Particulars	As at March 31, 2025	As at March 31, 2024
Cash on hand	413.22	447.56
Bank Balances in Current Accounts		

As per our report of even date:
 For Nangia and Co LLP
 Chartered Accountants
 ICAI Firm Registration No. 002391/CIN500069

Jangraat Singh Bedi
 Partner
 Membership No. 601788
 Place: Mumbai
 Date: June 30, 2025

For and on behalf of the Board of Directors of
 CapFloat Financial Services Private Limited

Gaurav Dinesh Wadga
 Executive Director
 DIN : 01264801
 Place: Bengaluru
 Date: June 30, 2025

Ashish Sarma
 Chief Financial Officer
 Place: Bengaluru
 Date: June 30, 2025

Sashank R Rishyashringa
 Executive Director
 DIN : 08466985
 Place: Mumbai
 Date: June 30, 2025

Mauli Agarwal
 Company Secretary
 Membership No. 31107
 Place: Mumbai
 Date: June 30, 2025



CapFloat Financial Services Private Limited
Standalone Statement of changes in Equity for the year ended March 31, 2025
(CIN:U65993KA1993PTC074590)
(All amounts in Rs. millions, unless otherwise stated)

A. Equity Share capital

1. Current Reporting Period		Balance as at the April 01, 2024	Changes in Equity Share Capital due to prior period errors	Restated balance as at the April 01, 2024	Changes in equity share capital during the current year	Balance as at March 31, 2025
Particulars						
Equity Share capital		15.78	-	15.78	-	15.78
Total		15.78	-	15.78	-	15.78

2. Previous Reporting Period		Balance as at April 01, 2023	Changes in Equity Share Capital due to prior period errors	Restated balance as at April 01, 2023	Changes in equity share capital during the previous year	Balance as at March 31, 2024
Particulars						
Equity Share capital		15.78	-	15.78	-	15.78
Total		15.78	-	15.78	-	15.78

B. Instruments entirely equity in nature

1. Current Reporting Period		Balance as at the April 01, 2024	Changes in Instruments due to prior period errors	Restated balance as at the April 01, 2024	Changes in Instruments during the current year	Balance as at March 31, 2025
Particulars						
Compulsorily Convertible Preference Shares		648.56	-	648.56	111.71	760.27
Total		648.56	-	648.56	111.71	760.27

2. Previous Reporting Period		Balance as at April 01, 2023	Changes in Instruments due to prior period errors	Restated balance as at April 01, 2023	Changes in Instruments during the current year	Balance as at March 31, 2024
Particulars						
Compulsorily Convertible Preference Shares		648.56	-	648.56	-	648.56
Total		648.56	-	648.56	-	648.56



CapFloat Financial Services Private Limited
Standalone Statement of changes in Equity for the year ended March 31, 2025
(CIN: U65953KA1993PTC074590)
(All amounts in Rs. millions, unless otherwise stated)

C. Other Equity

Particulars	Securities Premium	Statutory Reserve	Share Option Outstanding	Retained Earnings	Other Comprehensive Income (Fair valuation of Employee benefit obligation)	Total
Balance as at April 01, 2023	11,208.88	0.08	1,309.75	(7,042.80)	12.86	6,385.88
Profit/(Loss) for the year (net of taxes)	-	-	-	(254.79)	-	(254.79)
Other Comprehensive Income for the year (net of taxes)	-	-	-	-	0.29	0.29
Add : Transferred from Employee Stock Option reserve for cancellations during the period	-	-	-	45.30	-	45.30
Less : Shares issue expenses	-	-	-	-	-	-
Add : Share Based Payment Expenses	-	-	16.01	-	-	16.01
Add : In respect of ESOP expenses capitalized	-	-	10.45	-	-	10.45
Add : ESOP options issued to employees of subsidiary	-	-	17.06	-	-	17.06
Less : Reversed on account of Cancellation of ESOP	-	-	(45.30)	-	-	(45.30)
Balance as at April 01, 2024	11,306.88	0.08	1,307.97	(7,252.78)	13.25	5,875.93
Profit/(Loss) for the year (net of taxes)	-	-	-	(1,958.97)	-	(1,958.97)
Other Comprehensive Income for the year (net of taxes)	-	-	-	-	(0.78)	(0.78)
Add : Issue of Compulsory Convertible Preference Shares.	1,548.29	-	-	-	-	1,548.29
Add : Transferred from Employee Stock Option reserve for cancellations during the year	-	-	-	133.38	-	133.38
Less : Shares issue expenses	(77.72)	-	-	-	-	(77.72)
Add : Share Based Payment Expenses	-	-	8.93	-	-	8.93
Add : In respect of ESOP expenses capitalized	-	-	5.06	-	-	5.06
Add : ESOP options issued to employees of subsidiary	-	-	7.91	-	-	7.91
Less : Reversed on account of Cancellation of ESOP	-	-	(133.38)	-	-	(133.38)
Balance as at March 31, 2025	13,277.46	0.08	1,196.51	(8,977.87)	12.47	5,508.56

This is the Standalone Statement of Changes in Equity referred to our report of even date.

For Nangia and Co LLP
Chartered Accountants
(CAI Firm Registration No.002301CA1500069)

Jaspreet Singh Bedi
Partner
Membership No. 501788
Place: Mumbai
Date: June 30, 2025

For and on behalf of the Board of Directors of
CapFloat Financial Services Private Limited

Gaurav Binash Hinduja
Executive Director
DIN : 01284801
Place: Bengaluru
Date: June 30, 2025

Sashank R Rishyeshwringa
Executive Director
DIN : 05465885
Place: Mumbai
Date: June 30, 2025

Arunima Sarma
Chief Financial Officer
Place: Bengaluru
Date: June 30, 2025

Mauli Agarwal
Company Secretary
Membership No. 31107
Place: Mumbai
Date: June 30, 2025



Note 1: Corporate Information

CapFloat Financial Services Private Limited ('the Company') is a Non-Banking Financial Institution ('NBFC') incorporated on October 6, 1993. The Company has received a Certificate of Registration with No. B-02.00269 from the Reserve Bank of India ('RBI') on January 16, 2001 to commence / carry on the business of Non-Banking Financial Institution ('NBFC') without accepting public deposits. The Company is engaged in providing online checkout finance ("OCF") and personal loans to individuals. The Company was formerly known as "Zen Lefin Private Limited" and its name has been changed to "CapFloat Financial Services Private Limited" with effect from June 12, 2018 pursuant to RBI confirmation on name change. The Company's registered office is at No. 3, Gokaldas Platinum, Upper Palace Orchards, Bellary Road, Sadashivnagar, Bangalore – 560080.

The Company acquired on September 6, 2018, a majority stake in Thumbworks Technologies Private Limited ('Walnut') which is in the business of providing personal finance and transaction management services to customers through web and mobile-based platforms. Walnut has since then become a subsidiary of the Company.

The Company has incorporated and invested in Axio Capital Private Limited ('Axio Capital') as its wholly owned subsidiary which is incorporated to carry out business of Non-Banking Financial Institution ('NBFC') without accepting public deposits. As on March 31, 2025, the company has filed liquidation form with the Ministry of Corporate Affairs (MCA).

The Company and the Amazon Group have had a long-standing business relationship that has steadily grown over time. Amazon, through its subsidiary Amazon.com NV Investment Holdings LLC currently holds 17.38% stake in the Company. Prior approval of RBI is obtained on June 12, 2025 for 100% shareholding acquisition and control in the Company. However, as on the date of signing of the financial statements, the shareholding as of March 31, 2025 remains intact.

The financial statements for the year ended March 31, 2025 were authorised for issue in accordance with a resolution of the directors on June 30, 2025.

Note 2: Basis of preparation and presentation

a. Basis of preparation

The financial statements for the year ended March 31, 2025 have been prepared by the Company in accordance with Indian Accounting Standards ("Ind AS") notified by the Ministry of Corporate Affairs, Government of India under the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time. Any application guidance/ clarifications/ directions issued by RBI or other regulators are implemented as and when they are issued/ applicable.

b. Basis of measurement

The financial statements have been prepared on a historical cost basis, except for certain financial instruments which are measured at fair value at the end of each reporting period, as explained in the accounting policies below. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

c. Functional and presentation currency

The financial statements are presented in Indian Rupees (INR), which is the Company's functional and presentation currency. All amounts have been denominated in millions and rounded off to the nearest two decimals, except when otherwise indicated.

d. Presentation of financial statements

The financial statements of the Company are presented as per Division III of the Schedule III to the Companies Act, ("The Act") 2013 applicable to NBFCs ("NBFC"), as notified by the Ministry of Corporate Affairs (MCA). An analysis regarding recovery or settlement within 12 months after the reporting date (current) and more than 12 months after the reporting date (non-current) is presented in Note 36 - Maturity analysis of assets and liabilities. Financial assets and financial liabilities are generally reported on a gross basis except when, there is an unconditional legally enforceable right to offset the recognised amounts without being contingent on a future event and the parties intend to settle on a net basis in the following circumstances:

- The normal course of business
- The event of default
- The event of insolvency or bankruptcy of the Company and/or its counterparties

e. Statement of Compliance

These financial statements of the Company have been prepared in accordance with Indian Accounting Standards as per the Companies (Indian Accounting Standards) Rules, 2015 as amended and notified under Section 133 of the Companies Act, 2013 and the other relevant provisions of the Act.

Note 3: Material accounting policies

3.1. Use of estimates, judgments and assumptions

The preparation of financial statements in conformity with the Ind AS requires the management to make judgements, accounting estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods. Areas involving a higher degree of judgement or complexity, or areas where assumptions are significant to the Company are discussed in Note 3.18.1 - Critical judgements in applying accounting policies.



3.2. Revenue from operations

Revenue (other than for those items to which Ind AS 109 Financial Instruments are applicable) is measured at fair value of the consideration received or receivable.

Revenue includes the following:

a) Interest Income

Interest income is recorded using effective interest rate (EIR) method for all financial assets measured at amortised cost and at fair value through other comprehensive (FVOCI) income.

EIR is the rate that exactly discounts the estimated future cash flows through the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset except for credit impaired asset.

The calculation of the effective interest rate includes transaction costs and fees (loan processing fees, commission paid to direct selling agents and other premiums or discounts) that are an integral part of the contract. Transaction costs include incremental costs that are directly attributable to the acquisition of financial asset.

When a financial asset becomes credit-impaired, the Company calculates interest income by applying the effective interest rate to the net amortised cost of the financial asset. If the financial asset cures and is no longer credit-impaired, the Company reverts to calculating interest income on a gross basis.

b) Fees and Commission Income:

Fees and commissions are recognised when the Company satisfies the performance obligation, at fair value of the consideration received or receivable based on a five-step model as set out below, unless included in the effective interest calculation:

Step 1: Identify contract(s) with a customer: A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.

Step 2: Identify performance obligations in the contract: A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

Step 3: Determine the transaction price: The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Step 4: Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, the Company allocates the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.

Step 5: Recognise revenue when (or as) the Company satisfies a performance obligation.

c) Other Income

All other charges such as cheque return charges, overdue charges, penal interest, interest on Income Tax refund etc. are recognised on realization basis. These charges are treated to accrue on realization, due to the uncertainty of their realization.

3.3 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial assets and financial liabilities are recognised when the Entity becomes a party to the contractual provisions of the instruments.

3.3.1 Initial recognition

Financial assets and financial liabilities are recognised in the Company's balance sheet when the Company becomes a party to the contractual provisions of the instrument.

3.3.2 Initial measurement

Recognised financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at FVTPL) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at FVTPL are recognised immediately in profit or loss.

Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit and loss are recognised immediately in the statement of profit and loss.

A financial asset and a financial liability are offset and presented on net basis in the balance sheet when there is a current legally enforceable right to set-off the recognised amounts and it is intended to either settle on net basis or to realise the asset and settle the liability simultaneously.



3.3.3 Day 1 profit or loss

When the transaction price of the instrument differs from the fair value at origination and the fair value is based on a valuation technique using only inputs observable in market transactions, the Company recognises the difference between the transaction price and fair value in net gain on fair value changes. In those cases where fair value is based on models for which some of the inputs are not observable, the difference between the transaction price and the fair value is deferred and is only recognised in profit or loss when the inputs become observable, or when the instrument is derecognised.

3.3.4 Classification and Subsequent measurement of financial instruments

1. Financial assets

The Company classifies its financial assets into the following measurement categories:

1. Financial assets to be measured at amortised cost
2. Financial assets to be measured at fair value through other comprehensive income
3. Financial assets to be measured at fair value through profit or loss account

The classification depends on the contractual terms of the financial assets' cash flows and the Company's business model for managing financial assets.

Business Model assessment:

The Company determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objective.

The Company's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios and is based on observable factors such as:

- a) How the performance of the business model and the financial assets held within that business model are evaluated and reported to the entity's key management personnel
- b) The risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way those risks are managed
- c) How managers of the business are compensated (for example, whether the compensation is based on the fair value of the assets managed or on the contractual cash flows collected)
- d) The expected frequency, value and timing of sales are also important aspects of the Company's assessment

The business model assessment is based on reasonably expected scenarios without taking 'worst case' or 'stress case' scenarios into account. If cash flows after initial recognition are realised in a way that is different from the Company's original expectations, the Company does not change the classification of the remaining financial assets held in that business model, but incorporates such information when assessing newly originated or newly purchased financial assets going forward.

The Contractual Cash Flow Test (i.e. SPPI test)

As a second step of its classification process the Company assesses the contractual terms of financial to identify whether they meet the Solely for Payment of Principal and Interest (SPPI) test.

'Principal' for the purpose of this test is defined as the fair value of the financial asset at initial recognition and may change over the life of the financial asset (for example, if there are repayments of principal or amortisation of the premium/discount).

The most significant elements of interest within a lending arrangement are typically the consideration for the time value of money and credit risk. To make the SPPI assessment, the Company applies judgement and considers relevant factors such as the currency in which the financial asset is denominated, and the period for which the interest rate is set.

In contrast, contractual terms that introduce a more than de minimise exposure to risks or volatility in the contractual cash flows that are unrelated to a basic lending arrangement do not give rise to contractual cash flows that are solely payments of principal and interest on the amount outstanding. In such cases, the financial asset is required to be measured at FVTPL.

i) Financial assets measured at amortised cost

These financial assets comprise bank balances, loans, trade receivables, and other financial assets which comply with SPPI test.

Financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) if these financial assets are held within a business model whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Subvention income on loans is included in the EIR and recognised as interest income over the tenor of the loan.

ii) Financial assets measured at fair value through other comprehensive income

Financial assets are measured at fair value through other comprehensive income where they have:

- a) contractual terms that give rise to cash flows on specified dates, that represent solely payments of principal and interest (SPPI) on the principal amount outstanding; and
- b) Are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets.



Gains and losses arising from changes in fair value are included in other comprehensive income within a separate component of equity. Impairment losses or reversals, interest revenue and foreign exchange gains and losses are recognised in profit and loss. Upon disposal, the cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to the income statement.

iii) Financial assets measured at fair value through profit and loss

Financial assets that do not meet the criteria for categorisation as at amortised cost or as FVOCI, are measured at FVTPL. Subsequent changes in fair value are recognised in the statement of profit and loss.

Items at fair value through profit or loss comprise:

- Investments (including equity shares) and stock in trade held for trading;
- Items specifically designated as fair value through profit or loss on initial recognition; and
- Debt instruments with contractual terms that do not represent solely payments of principal and interest.

Financial instruments held at fair value through profit or loss are initially recognised at fair value, with transaction costs recognised in the statement of profit and loss as incurred. Subsequently, they are measured at fair value and any gains or losses are recognised in the statement of profit and loss as they arise.

2. Financial Liabilities and Equity Instruments

Financial instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

3. Financial Liabilities

i) Debt securities and other borrowed funds

After initial measurement, debt issued and other borrowed funds are subsequently measured at amortised cost. Amortised cost is calculated by taking into account any discount or premium on issue funds, and transaction costs that are an integral part of the EIR.

The Company has issued financial instruments with equity conversion rights. When establishing the accounting treatment for these non-derivative instruments, the Company first establishes whether the instrument is a compound instrument and classifies such instrument's components separately as financial liabilities or equity instruments in accordance with Ind AS 32. Disclosures for the Company's issued debt are set out in Note 16: Debt securities.

ii) Loan commitments:

Undrawn loan commitments are commitments under which, over the duration of the commitment, the Company is required to provide a loan with pre-specified terms to the customer. Undrawn loan commitments are in the scope of the ECL requirements. The nominal contractual value of undrawn loan commitments, where the loan agreed to be provided is on market terms, are not recorded in the balance sheet.

4. Equity Instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company is recognised at the proceeds received, net of directly attributable transaction costs.

3.3.5 Reclassification of financial assets and liabilities

The Company does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Company acquires, disposes of, or terminates a business line. Financial liabilities are never reclassified. The Company did not reclassify any of its financial assets or liabilities subsequent to initial recognition and classification.

3.3.6 Derecognition of financial assets and financial liabilities

1. Derecognition of financial assets

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognised when the rights to receive cash flows from the financial asset have expired. The Company also derecognises the financial asset if it has both transferred the financial asset and the transfer qualifies for derecognition.

The Company has transferred the financial asset if, and only if, either:

- The Company has transferred its contractual rights to receive cash flows from the financial asset, or
- It retains the rights to the cash flows, but has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement.

Pass-through arrangements are transactions whereby the Company retains the contractual rights to receive the cash flows of a financial asset (the 'original asset'), but assumes a contractual obligation to pay those cash flows to one or more entities (the 'eventual recipients'), when all of the following three conditions are met:

- The Company has no obligation to pay amounts to the eventual recipients unless it has collected equivalent amounts from the original asset, excluding short-term advances with the right to full recovery of the amount lent plus accrued interest at market rates.
- The Company cannot sell or pledge the original asset other than as security to the eventual recipients.
- The Company has an obligation to remit any cash flows it collects on behalf of the eventual recipients without material delay. In addition, the Company is not entitled to reinvest such cash flows, except for investments in cash or cash equivalents including interest earned, during the period between the collection date and the date of required remittance to the eventual recipients.



A transfer only qualifies for derecognition if either:

- i) The Company has transferred substantially all the risks and rewards of the asset, or
 - ii) The Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.
- The Company considers control to be transferred if and only if, the transferee has the practical ability to sell the asset in its entirety to an unrelated third party and is able to exercise that ability unilaterally and without imposing additional restrictions on the transfer.

When the Company has neither transferred nor retained substantially all the risks and rewards and has retained control of the asset, the asset continues to be recognised only to the extent of the Company's continuing involvement, in which case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Modification of loans

The company sometimes renegotiates or otherwise modifies the contractual cash flows of loans to customers. When this happens, the company assesses whether or not the new terms are substantially different to the original terms.

If the terms are substantially different, the company derecognises the original financial asset and recognises a 'new' asset at fair value and recalculates a new effective interest rate for the asset. The date of renegotiation is consequently considered to be the date of initial recognition for impairment calculation purposes, including for the purpose of determining whether a significant increase in credit risk has occurred. However, the company also assesses whether the new financial asset recognised is deemed to be credit-impaired at initial recognition, especially in circumstances where the renegotiation was driven by the debtor being unable to make the originally agreed payments. Differences in the carrying amount are also recognised in profit or loss as a gain or loss on de recognition.

If the terms are not substantially different, the renegotiation or modification does not result in de recognition, and the company recalculates the gross carrying amount based on the revised cash flows of the financial asset and recognises a modification gain or loss in profit or loss. The new gross carrying amount is recalculated by discounting the modified cash flows at the original effective interest rate (or credit-adjusted effective interest rate for purchased or originated credit-impaired financial assets).

2. Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as de recognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the consideration paid is recognised in profit or loss.

3.3.7 Impairment of financial assets

Overview of the ECL principles

The Company recognises loss allowances for expected credit losses on its financial assets (including non-fund exposures) that are measured at amortised costs and debt instruments at fair value through other comprehensive income account.

The Company applies a three-stage approach to measuring expected credit losses (ECLs) for the following categories of financial assets that are not measured at fair value through profit or loss:

- i. debt instruments measured at amortised cost and fair value through other comprehensive income;
- ii. loan commitments; and
- iii. financial guarantee contracts.

Investment in Equity instruments of subsidiaries are subject to impairment under Ind AS 36.

The ECL allowance is based on the credit losses expected to arise over the life of the asset (the lifetime expected credit loss), unless there has been no significant increase in credit risk since origination, in which case, the allowance is based on the 12 months' expected credit loss. Lifetime ECLs are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is the portion of Lifetime ECL that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date.

Both Lifetime ECLs and 12-month ECLs are calculated on either an individual basis or a collective basis, depending on the nature of the underlying portfolio of financial instruments.

The Company has established a policy to perform an assessment, at the end of each reporting period, of whether a financial instrument's credit risk has increased significantly since initial recognition, by considering the change in the risk of default occurring over the remaining life of the financial instrument. The Company does the assessment of significant increase in credit risk at a borrower level. If a borrower has various facilities having different past due status, then the highest days past due (DPD) is applicable for all the facilities of that borrower.

Based on the above, the Company categorises its loans into Stage 1, Stage 2 and Stage 3 as described below by comparing the credit risk of the financial instrument as at the reporting date, with its credit risk as at the date of initial recognition.

Stage 1: 12-months ECL

Stage 2: Lifetime ECL – not credit impaired

Stage 3: Lifetime ECL – credit impaired

All exposures assessed as credit impaired when one or more events that have a detrimental impact on the estimated future cash flows of that asset have occurred are classified in this stage. For exposures that have become credit impaired, a lifetime ECL is recognised and interest revenue is calculated by applying the effective interest rate to the amortised cost (net of provision) rather than the gross carrying amount. More than or equal to 90 Days Past Due is considered as default for classifying a financial instrument as credit impaired. Restructured assets, excluding one time restructure due to Covid-19, in the ordinary course of business are also classified in this stage.

Credit-impaired financial assets:

At each reporting date, the company assesses whether financial assets carried at amortised cost and debt financial assets carried at FVOCI are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.



Evidence that a financial asset is credit-impaired includes the following observable data:

- a) Significant financial difficulty of the borrower or issuer;
- b) A breach of contract such as a default or past due event;
- c) The restructuring of a loan or advance by the company on terms that the company would not consider otherwise;
- d) It is becoming probable that the borrower will enter bankruptcy or other financial reorganisation; or
- e) The disappearance of an active market for a security because of financial difficulties.

Loan commitments

When estimating lifetime ECL for undrawn loan commitments, the Company estimates the expected portion of the loan commitment that will be drawn down over its expected life. The ECL is then based on the present value of the expected shortfalls in cash flows of that to be drawn loan. The ECLs related to loan commitments are recognised within "Provisions".

Financial Guarantee Contracts

The Company's liability under each guarantee is measured based on expected credit loss or provision on contracts less cumulative amount recognised till date for the same. For this purpose, the Company estimates ECLs based on the present value of the expected payments to reimburse the holder for a credit loss that it incurs and compares it with Financial guarantee on these contracts. The ECL for the same are recognised within "Provisions".

Trade Receivables

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. The Company uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates based on management judgement. At every reporting date, the historical observed default rates are updated for changes in the forward-looking estimates.

The mechanics of the ECL calculations are outlined below and the key elements are, as follows:

Probability of Default (PD) - The Probability of Default is an estimate of the likelihood of default over a given time horizon. A default may only happen at a certain time over the assessed period, if the facility has not been previously derecognised and is still in the portfolio. The concept of PD is further explained in Note 45: Risk Management.

Exposure at Default (EAD) - The Exposure at Default is an estimate of the exposure at a future default date, considering expected changes in the exposure after the reporting date, including repayments of principal and interest, whether scheduled by contract or otherwise, expected drawdowns on committed facilities, and accrued interest from missed payments. The concept of EAD is further explained in Note 45: Risk Management.

Loss Given Default (LGD) - The Loss Given Default is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows due and those that the Company would expect to receive, including from the realisation of any collateral. It is usually expressed as a percentage of the EAD. The concept of LGD is further explained in Note 45: Risk Management.

Forward Looking Information

While estimating the expected credit losses, the Company reviews macro-economic developments occurring in the economy and market it operates in. On a periodic basis, the Company analyses if there is any relationship between key economic trends like GDP, unemployment rates, benchmark rates set by the Reserve Bank of India, Inflation etc. with the estimate of PD, LGD determined by the Company based on its internal data. While the internal estimates of PD, LGD rates by the Company may not be always reflective of such relationships, temporary overlays, if any, are embedded in the methodology to reflect such macro-economic trends reasonably.

Collateral valuation

Collateral repossessed

In its normal course of business whenever default occurs, the Company may take possession of collateral in its taxi portfolio and generally disposes such assets through auction, to settle outstanding debt. Any surplus funds are returned to the customers/obligors. As a result of this practice, assets under legal repossession processes are not recorded on the balance sheet.

Write-offs

Loans and debt securities are written off (either partially or in full) when there is no realistic prospect of recovery. This is generally the case when the company determines that the borrower does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the company's procedures for recovery of amounts due. Any subsequent recoveries against such loans are credited to the statement of profit and loss.

Presentation of allowance for ECL in the balance sheet

Loss allowances for ECL are presented in the balance sheet as follows:

- a) Financial assets measured at amortised cost: as a deduction from the gross carrying amount of the assets;
- b) Loan commitments and financial guarantee contracts: generally, as a provision;
- c) Where a financial instrument includes both a drawn and an undrawn component, and the company cannot identify the ECL on the loan commitment component separately from those on the drawn component: the company presents a combined loss allowance for both components. The combined amount is presented as a deduction from the gross carrying amount of the drawn component. Any excess of the loss allowance over the gross amount of the drawn component is presented as a provision; and
- d) Debt instruments measured at FVOCI: no loss allowance is recognised in the statement of financial position because the carrying amount of these assets is their fair value. However, the loss allowance is disclosed and is recognised in the fair value reserve.

3.4. Determination of Fair Value

On initial recognition, all the financial instruments are measured at fair value. For subsequent measurement, the Company measures certain categories of financial instruments (as explained in Note 44 at fair value on each balance sheet date).



Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- i) In the principal market for the asset or liability, or
- ii) In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques, as summarised below:

Level 1 financial instruments - Those where the inputs used in the valuation are unadjusted quoted prices from active markets for identical assets or liabilities that the Company has access to at the measurement date. The Company considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available on the balance sheet date.

Level 2 financial instruments - Those where the inputs that are used for valuation and are significant, are derived from directly or indirectly observable market data available over the entire period of the instrument's life. Such inputs include quoted prices for similar assets or liabilities in active markets, quoted prices for identical instruments in inactive markets and observable inputs other than quoted prices such as interest rates and yield curves, implied volatilities, and credit spreads. In addition, adjustments may be required for the condition or location of the asset or the extent to which it relates to items that are comparable to the valued instrument. However, if such adjustments are based on unobservable inputs which are significant to the entire measurement, the Company will classify the instruments as Level 3.

Level 3 financial instruments - Those that include one or more unobservable input that is significant to the measurement as whole.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. No such instances of transfers between levels of the fair value hierarchy were recorded during the reporting period.

3.5 Expenses

3.5.1 Retirement and other employee benefits

Short term employee benefit

All employee benefits including short term compensated absences and statutory bonus/ performance bonus/incentives payable wholly within twelve months of rendering the service are classified as short-term employee benefits and are charged to the Statement of Profit and Loss of the year.

Post-employment employee benefits

a) Defined contribution schemes

Retirement/ Employee benefits in the form of Provident Fund is considered as defined contribution plan. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognises contribution payable to the provident fund scheme as an expenditure, when an employee renders the related service. The Company's contributions to the above Plan are charged to the Statement of Profit and Loss.

b) Defined Benefit schemes

Gratuity

Re-measurement, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur.

Remeasurement are not reclassified to profit or loss in subsequent periods.

Leave encashment

The employees of the Company are entitled to compensated absence and deferred compensation as per the policy of the Company, the liability in respect of which is provided, based on an actuarial valuation carried out by an independent actuary as at the year end. The actuarial valuation method used by the independent actuary for measuring the liability is the Projected Unit Credit Method.

3.5.2 Share-based payments

Employees of the Company also receives remuneration in the form of share based payment transactions, whereby employees render services as consideration for equity instruments (equity-settled transactions).

Equity-settled share based payments to employees and others providing similar services are measured at the fair value of equity instruments at the grant date. Details regarding determination of the fair value of equity settled share based payments transactions are set out in Note 34.

The fair value determined at the grant date of the equity-settled share based payments is expensed on a straight line basis over the vesting period, based on the company's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the company revises its estimate of the number of equity instruments expected to vest. The impact of the revision of original estimates, if any, is recognised in Statement of Profit and Loss such that the cumulative expenses reflects the revised estimate, with a corresponding adjustment to the Share Based payments reserve. Further Company has granted ESOPs to employees of the subsidiary, the related cost has been transferred to subsidiary and recorded as receivable from the subsidiary.

The dilutive effect of outstanding options, if any, is reflected as additional share dilution in the computation of diluted earnings per share.



The Company operates its Employee Stock Option Scheme through a trust formed for the purpose. Equity shares are issued to the trust on the basis of the Company's expectation of the options being exercised by employees. Such Trust is considered as an extension of the Company and accordingly assets and liabilities of the Trust are included in the Separate Financial Statements of the Company. Shares of the Company held by the Trust are considered as "Treasury

3.5.3 Other income and expenses

All Other income and expense are recognized on accrual basis.

3.5.4 Taxes

Income tax expense comprises of current and deferred income tax. Current / Deferred tax is recognized in the Statement of Profit and Loss except to the extent it relates to a business combination or to an item which is recognized directly in equity or in other comprehensive income in which case the related income tax is also recognised accordingly. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities; and the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority. The Company only offsets its deferred tax assets against liabilities when there is both a legal right to offset and it is the Company's intention to settle on a net basis.

i) Current Taxes

Current tax is the amount of income taxes payable/ receivable in respect of taxable profit/ loss for a period. Taxable profit differs from 'profit before tax' as reported in the Statement of Profit and Loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible in accordance with applicable tax laws. Current tax assets and liabilities for the current and prior years are measured at the amount expected to be recovered from, or paid to, the taxation authorities. Interest income / expenses and penalties, if any, related to income tax are included in current tax expense. The tax rates and tax laws used to compute the amount are those that are enacted, or substantively enacted, by the end of reporting date in India where the Company operates and generates taxable income.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

ii) Deferred Taxes

Deferred tax is provided on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- Where the deferred tax liability arises from the initial recognition of goodwill or of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- In respect of taxable temporary differences associated with investments in subsidiaries, where the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future

A deferred tax liability is recognised based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted, or substantively enacted, by the end of the reporting period. Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised only to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses, can be utilised except:

- When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- In respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised

The carrying amount of deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it becomes probable that future taxable profit will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Current and deferred taxes are recognised as income tax benefits or expenses in the Statement of profit and loss except for tax related to the fair value re-measurement of financial assets classified through other comprehensive income, foreign exchange differences and the net movement on cash flow hedges, which are charged or credited to Other Comprehensive Income (OCI). These exceptions are subsequently reclassified from OCI to the statement of profit and loss together with the respective deferred loss or gain. The Company also recognises the tax consequences of payments and issuing costs, related to financial instruments that are classified as equity, directly in equity.

3.6 Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.



3.7 Cash Flow Statement

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

3.8 Investment in subsidiaries

Investment in subsidiaries are measured at cost less accumulated impairment, if any.

3.9 Property, plant and equipment

Tangible Assets

An item is recognised as an asset, if and only if, it is probable that the future economic benefits associated with the item will flow to the Company and its cost can be measured reliably. PPE are initially recognised at cost. The initial cost of PPE comprises its purchase price (including non-refundable duties and taxes but excluding any trade discounts and rebates), and any directly attributable cost of bringing the asset to its working condition and location for its intended use. Subsequent to initial recognition, PPE are stated at cost less accumulated depreciation and any impairment losses. When significant parts of property, plant and equipment are required to be replaced in regular intervals, the Company recognises such parts as separate component of assets. When an item of PPE is replaced, then its carrying amount is de-recognised from the balance sheet and cost of the new item of PPE is recognised. The expenditures that are incurred after the item of PPE has been put to use, such as repairs and maintenance, are normally charged to the statement of profit and loss in the period in which such costs are incurred. However, in situations where the said expenditure can be measured reliably, and is probable that future economic benefits associated with it will flow to the Company, it is included in the asset's carrying value or as a separate asset, as appropriate.

Depreciation is calculated on a straight line basis using the rates arrived at based on the useful lives estimated by the management.

The estimated useful lives are, as follows:

Particulars	Useful lives estimated by the Management (Same as specified in Schedule II of the Companies Act, 2013)
Computers & Printers	3 years
Servers	6 years
Electronic Equipment	5 years
Leasehold Improvements	Over the lease term
Office equipment	5 years
Electrical installations and fittings	10 years
Furniture and fixtures	10 years
Intangible assets	3-5 years
Vehicles	8 years

Changes in the expected useful life are accounted for by changing the amortisation period or methodology, as appropriate, and treated as changes in accounting estimates.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Property and equipment is derecognised on disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is recognised in other operating income in the Statement of profit and loss in the year in which the asset is derecognised.

Intangible Assets

An intangible asset is recognised only when its cost can be measured reliably, and it is probable that the expected future economic benefits that are attributable to it will flow to the Company.

Intangible assets acquired separately are measured on initial recognition at cost. Intangible assets not ready for the intended use on the date of Balance Sheet are disclosed as "Intangible assets under development". Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Internally generated intangible assets, excluding capitalised development costs, are not capitalised and expenditure is reflected in the statement of profit and loss in the year in which the expenditure is incurred.

Intangible assets are amortised on a straight line basis over the estimated useful economic life. Internally generated intangible asset is amortised over a period of five years. The Company uses a rebuttable presumption that the useful life of an intangible asset will not exceed ten years from the date when the asset is available for use. If the persuasive evidence exists to the effect that useful life of an intangible asset exceeds ten years, the Company amortises the intangible asset over the best estimate of its useful life. All other intangible assets are assessed for impairment whenever there is an indication that the intangible asset may be impaired.

Derecognition

An item of property, plant and equipment, intangible asset is de-recognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment, intangible asset is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.



3.10 Impairment of non-financial assets

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, an estimate of the recoverable amount of the asset / cash generating unit (CGU) is made. Recoverable amount is the higher of an asset's or cash generating unit's fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. The smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or groups of assets, is considered as a cash generating unit (CGU).

Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used.

An asset or CGU whose carrying value exceeds its recoverable amount is considered impaired and is written down to its recoverable amount. Assessment is also done at each balance sheet date as to whether there is any indication that an impairment loss recognised for an asset in prior accounting years may no longer exist or may have decreased.

Impairment losses of continuing operations, are recognised in the statement of profit and loss.

3.11 Leases

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Company as a lessee

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognises lease liabilities representing obligations to make lease payments and right-of-use assets representing the right to use the underlying assets.

i) Right-of-use assets

The Company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the lease term. In addition, the right of use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurement of the lease liability.

The right-of-use assets are also subject to impairment. (Refer to the accounting policies on Impairment of non-financial assets.)

ii) Lease liabilities

The lease liability is initially measured at the present value of the lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Company exercising the option to terminate.

In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

The Company's lease liabilities are included in Other Financial Liabilities (Refer Note 18).

iii) Short-term leases and leases of low-value assets

The Company applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases that are considered to be of low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

3.12 Provisions and contingencies

A provision is recognised when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as finance cost.

A contract is considered as onerous when the expected economic benefits to be derived by the Company from the contract are lower than the unavoidable cost of meeting its obligations under the contract.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Company does not recognise a contingent liability but discloses its existence in the financial statements.

3.13 Goods and services tax paid on acquisition of assets or on incurring expenses:

Expenses and assets are recognised net of the goods and services tax / value added taxes paid, except:

a) When the tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case, the tax paid is recognised as part of the cost of acquisition of the asset or as part of the expense item, as applicable.



b) When receivables and payables are stated with the amount of tax included.
The net amount of tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the balance sheet.

3.14 Earning Per Share

The Company reports basic and diluted earnings per share in accordance with Ind AS 33 on Earnings per share. Basic EPS is calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting preference dividend and attributable taxes) by the weighted average number of equity shares outstanding during the year. Equity shares that will be issued upon conversion of mandatorily convertible instruments are included in the calculation of Basic EPS from the date the contract is entered into.

Diluted EPS is calculated by dividing the net profit attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

3.15 Contingencies and events occurring after the Balance Sheet date

Events occurring after the date of the Balance Sheet, which provide further evidence of conditions that existed at the Balance Sheet date or that arose subsequently, are considered up to the date of approval of accounts by the Board of Directors, where material.

3.16 Foreign currency transaction

Foreign currency transactions are accounted for at the rates prevailing on the date of the transaction. Exchange differences, if any arising out of transactions settled during the year are recognised in the Statement of Profit and Loss.

Monetary assets and liabilities denoted in foreign currencies as at the Balance Sheet date are translated at the closing exchange rates. Resultant exchange differences, if any, are recognised in the Statement of Profit and Loss and related assets and liabilities are accordingly restated in the Balance Sheet. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency at the Balance Sheet date are reported using exchange rates at the date of the transaction.

3.17 Special Reserve

In accordance with section 45-IC of the RBI Act, 1934, the Company creates a reserve fund and transfers therein a sum not less than twenty per cent of its net profit every year as disclosed in the Statement of Profit and loss before any dividend is declared.

3.18 Significant accounting judgements, estimates and assumptions

The preparation of the Company's financial statements in conformity with the Ind AS requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the accompanying disclosure and the disclosure of contingent liabilities, at the end of the reporting period. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods are affected. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

In particular, information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements is included in the following notes:

3.18.1 Critical judgements in applying accounting policies :

3.18.1.1 Business model assessment:

Classification and measurement of financial assets depends on the results of the solely payments of principal and interest (SPPI) and the business model test. The Company determines the business model at a level that reflects how Company's financial assets are managed together to achieve a particular business objective. This assessment includes judgment reflecting all relevant evidence including how the performance of the assets is evaluated and their performance is measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Company monitors financial assets measured at amortised cost that are derecognised prior to their maturity to understand the quantum, the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Monitoring is part of the Company's continuous assessment of whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets.

3.18.2 Key source of estimation uncertainty :

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, as described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

3.18.2.1 Fair value of financial instruments:

The fair value of financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of valuation models. The inputs to these models are taken from observable markets where possible, but where this is not feasible, estimation is required in establishing fair values. Judgements and estimates include considerations of liquidity and model inputs related to items such as credit risk (both own and counterparty), funding value adjustments, correlation and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.



3.18.2.2 Effective Interest Rate (EIR) Method:

The Company's EIR methodology, as explained in Note 3.2, recognises interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected behavioural life of loans given/ taken and recognises the effect of potentially different interest rates at various stages and other characteristics of the product life cycle including prepayments and penalty interest and charges.

This estimation, by nature requires an element of judgement regarding the expected behaviour and life cycle of the instrument, as well expected changes to India's base rate and other fee income/expenses that are integral part of the instrument

3.18.2.3 Impairment of Financial assets:

The measurement of impairment losses across all categories of financial assets requires judgment. In particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances.

The Company's ECL calculations are outputs of models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies. Elements of the ECL models that are considered accounting judgements and estimates include:

- PD calculation includes historical data, assumptions and expectations of future conditions.
- The Company's criteria for assessing if there has been a significant increase in credit risk and so allowances for financial assets should be measured on a lifetime expected credit loss and the qualitative assessment.
- The segmentation of financial assets when their ECL is assessed on a collective basis
- Development of ECL models, including the various formulas and the choice of inputs
- Determination of associations between macroeconomic scenarios and economic inputs and the effect on PDs, EAD and LGD
- Selection of forward-looking macroeconomic scenarios and their probability weightings, to derive the economic inputs into the ECL models
- The impact of COVID -19 on the global economy and how government, business and consumer is uncertain. This uncertainty is reflected in the Company's assessment of impairment allowance on its loans which are subject to a number of management judgement and estimated. While methodologies and assumption applies remain unchanged. Company has separately incorporated estimates, assumption and judgements specific to the impact of COVID -19 pandemic.

In terms of the requirements as per RBI notification no. RBI/2019-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated March 13, 2020 on Implementation of Indian Accounting standard, Non-Banking Financial Companies (NBFCs) are required to create an impairment reserve for any shortfall in impairment allowance under Ind AS 109 and Income Recognition, Asset Classification and Provisioning (IRACP) norms (including provision on standard assets). The impairment allowance under Ind AS 109 made by the company exceeds the total provision required under IRACP (including standard asset provisioning), as at March 31, 2025 and accordingly, no amount is required to be transferred to impairment reserve.

It is Company's policy to regularly review its models in the context of actual loss experience and adjust when necessary.

3.18.2.4 Impairment of non financial assets:

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, the company estimates the asset's recoverable amount. An asset's recoverable amount is higher of an asset's fair value less cost of disposal and its value in use. Where the carrying amount exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

3.18.2.5 Provision and contingent liabilities:

The Company operates in a regulatory and legal environment that, by nature, has a heightened element of litigation risk inherent to its operations. As a result, it is involved in various litigation, arbitration and regulatory investigations and proceedings in the ordinary course of its business.

When the Company can reliably measure the outflow of economic benefits in relation to a specific case and considers such outflows to be probable, the Company records a provision against the case. Where the probability of outflow is considered to be remote, or probable, but a reliable estimate cannot be made, a contingent liability is disclosed.

Given the subjectivity and uncertainty of determining the probability and amount of losses, the Company takes into account a number of factors including legal advice, the stage of the matter and historical evidence from similar incidents. Significant judgment is required to conclude on these estimates.

3.18.2.6 Leases- Estimating the Incremental Borrowing Rate:

The Company cannot readily determine the interest rate implicit in the lease, therefore, it uses its incremental borrowing rate (IBR) to measure lease liabilities. The IBR is the rate of interest that the Company would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment. The IBR therefore reflects what the Company 'would have to pay', which requires estimation when no observable rates are available or when they need to be adjusted to reflect the terms and conditions of the lease. The Company estimates the IBR using observable inputs when available and is required to make certain entity-specific estimates.

3.18.2.7 Defined employee benefit assets and liabilities

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

3.18.2.8 Share Based Payments

Estimating fair value for share-based payment transactions requires determination of the most appropriate valuation model, which is dependent on the terms and conditions of the grant. This estimate also requires determination of the most appropriate inputs to the valuation model including the expected life of the share option, volatility and dividend yield and making assumptions about them.

3.19 Recent pronouncements

Ministry of Corporate Affairs ('MCA') notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2025, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.



Note 4: Cash and cash equivalents

Particulars	As at March 31, 2025	As at March 31, 2024
Balances with bank in current accounts	413.22	447.56
Total	413.22	447.56

Note 5: Bank balance other than cash and cash equivalents

Particulars	As at March 31, 2025	As at March 31, 2024
Fixed deposit with bank* (including interest accrued)	1,929.20	2,923.48
Total	1,929.20	2,923.48

Fixed deposits and other balances with banks earn interest at fixed rate

*Includes INR 1904.35 million (March 31, 2024: INR 2919.52 million) Fixed Deposit lien marked to Banks towards guarantee, as security for term loans, loans co lent by them and as a cash collateral towards securitization and overdraft facilities.

Note 6: Trade Receivables

Particulars	As at March 31, 2025	As at March 31, 2024
(i) Undisputed Trade receivables – considered good	153.71	73.66
(ii) Undisputed Trade Receivables – which have significant increase in credit risk*	-	-
(iii) Undisputed Trade Receivables – credit impaired	2.14	1.28
(iv) Disputed Trade Receivables–considered good	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-
Gross Total	155.85	74.94
Less : Impairment loss allowance	2.76	1.57
Total	153.09	73.37

*Includes receivable from subsidiary Rs. 96.23 million (March 31, 2024: Rs. 70.89 million)

Particulars	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
March 31, 2025						
(i) Undisputed Trade receivables – considered good	153.71	-	-	-	-	153.71
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	0.96	0.37	0.82	2.14
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Gross Total	153.71	-	0.96	0.37	0.82	155.85
Less : Impairment loss allowance	0.61	-	0.96	0.37	0.82	2.76
Total	153.10	-	-	-	-	153.09

Particulars	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
March 31, 2024						
(i) Undisputed Trade receivables – considered good	73.66	-	-	-	-	73.66
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	0.09	0.37	-	0.82	1.28
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Gross Total	73.66	0.09	0.37	-	0.82	74.94
Less : Impairment loss allowance	0.29	0.09	0.37	-	0.82	1.57
Total	73.37	-	-	-	-	73.37

Note: No trade or other receivables are due from directors or other officers of the company either severally or jointly with any other person; nor any trade or other receivable are due from firms or private companies in which any director is a partner, a director or a member.

Reconciliation of Impairment loss allowance on Trade Receivables:

Particulars	Amount
Impairment loss allowance as on April 1, 2023	4.08
Add / (less): increase / (decrease) of impairment loss allowance	(2.51)
Impairment loss allowance as on April 1, 2024	1.57
Add / (less): increase / (decrease) of impairment loss allowance	1.19
Impairment loss allowance as on April 1, 2025	2.76



Note 7: Loans (at amortised cost)

Particulars	As at March 31, 2025	As at March 31, 2024
At Amortised cost:		
Term loans	5,717.37	7,315.51
Loan to related party	-	386.25
Total Gross	5,717.37	7,701.76
Less: Impairment loss allowance	(449.28)	(507.92)
Total - Net (A)	5,268.09	7,193.84
Secured by tangible assets (hypothecation of equitable mortgage of immovable property etc.)	-	-
Covered by bank/government guarantees	-	-
Unsecured	5,717.37	7,701.76
Total Gross	5,717.37	7,701.76
Less: Impairment loss allowance	(449.28)	(507.92)
Total Net (B)	5,268.09	7,193.84
Loans in India		
Public sector	-	-
Others	5,717.37	7,701.76
Total Gross	5,717.37	7,701.76
Less: Impairment loss allowance	(449.28)	(507.92)
Total Net (C)(I)	5,268.09	7,193.84
Loans outside India	-	-
Less: Impairment loss allowance	-	-
Total Net (C)(II)	-	-
Total (C)(I)+(C)(II)	5,268.09	7,193.84

Analysis of risk categorisation

As at March 31, 2025

Risk categorisation	Stage 1	Stage 2	Stage 3	Total
Performing				
High grade (current DPD)	5,354.17	-	-	5,354.17
Standard grade (1-30 DPD)	-	-	-	-
Sub-standard grade (including restructured assets) (61-90 DPD)	-	149.02	-	149.02
Past due before impairment (including restructured assets) (61-90 DPD)	-	52.85	-	52.85
Non-performing				
Individually impaired (including restructured assets)	-	-	161.32	161.32
Total	5,354.17	201.87	161.32	5,717.37

As at March 31, 2024

Risk categorisation	Stage 1	Stage 2	Stage 3	Total
Performing				
High grade (current DPD)	7,109.93	-	-	7,109.93
Standard grade (1-30 DPD)	-	-	-	-
Sub-standard grade (including restructured assets) (61-90 DPD)	-	275.95	-	275.95
Past due before impairment (including restructured assets) (61-90 DPD)	-	83.82	-	83.82
Non-performing				
Individually impaired (including restructured assets)	-	-	232.06	232.06
Total	7,109.93	359.77	232.06	7,701.76

Reconciliation of gross carrying amount

As at March 31, 2025

Particulars	Stage 1	Stage 2	Stage 3 [^]	Total
Gross carrying amount as at April 1, 2024	7,109.93	359.77	232.06	7,701.76
New assets originated or purchased*	4,710.03	139.02	101.86	4,950.92
Assets derecognised or repaid (excluding write offs)	(6,065.49)	(125.83)	(41.52)	(6,232.84)
Transfers to Stage 1	1.86	(1.83)	(0.02)	-
Transfers to Stage 2	(56.88)	56.89	(0.01)	-
Transfers to Stage 3	(51.79)	(4.83)	56.62	-
Changes to contractual cash flows due to modifications not resulting in derecognition	-	-	-	-
Amounts written off	(293.48)	(221.52)	(187.67)	(702.67)
Gross carrying amount as at March 31, 2025	5,354.17	201.87	161.32	5,717.37

*includes adjustment on account of EIR

[^]Assets under stage 3 include the gross carrying amount overdue for more than 90 days - Rs. 159.59 millions without considering Ind AS and other adjustment (in respect of 34,082 borrowers)



As at March 31, 2024

Particulars	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount as at April 1, 2023	7,243.58	355.66	207.42	7,806.66
New assets originated or purchased*	6,325.15	192.49	154.50	6,672.14
Assets derecognised or repaid (excluding write offs)	(6,174.05)	(116.61)	(36.20)	(6,326.86)
Transfers to Stage 1	2.62	(2.60)	(0.03)	-
Transfers to Stage 2	(64.79)	64.81	(0.03)	-
Transfers to Stage 3	(56.80)	(9.74)	66.34	-
Changes to contractual cash flows due to modifications not resulting in derecognition	-	-	-	-
Amounts written off	(165.98)	(124.24)	(159.95)	(450.18)
Gross carrying amount as at March 31, 2024	7,109.93	359.77	232.05	7,701.76

*includes adjustment on account of EIR

Impairment allowance for loans to customers

As at March 31, 2025

Particulars	Stage 1	Stage 2	Stage 3	Total
Impairment allowance for loans to customers as at April 1, 2024	130.11	197.59	180.21	507.92
New assets originated or purchased	377.10	298.52	263.72	939.34
Assets derecognised or repaid (excluding write offs)	(106.44)	(191.08)	(178.19)	(475.70)
Transfers to Stage 1	4.74	(4.13)	(0.61)	-
Transfers to Stage 2	(0.74)	0.75	(0.01)	-
Transfers to Stage 3	(0.55)	(1.02)	1.57	-
Impact on year end ECL of Exposures transferred between stages during the year	(4.66)	35.72	47.15	78.20
Changes to models and inputs used for ECL calculations	0.70	1.27	0.22	2.19
Impact of Management overlay on ECL	100.00	-	-	100.00
Exposure written off	(293.48)	(221.52)	(187.67)	(702.67)
Impairment allowance for loans to customers as at March 31, 2025	206.78	116.09	126.40	449.28

As at March 31, 2024

Particulars	Stage 1	Stage 2	Stage 3	Total
Impairment allowance for loans to customers as at April 1, 2023	134.16	125.47	149.87	409.51
Assets derecognised or repaid	280.58	273.75	276.11	830.44
New assets originated	(114.68)	(114.79)	(140.79)	(370.26)
Transfers to Stage 1	3.02	(2.59)	(0.43)	-
Transfers to Stage 2	(0.71)	0.73	(0.02)	-
Transfers to Stage 3	(0.47)	(2.65)	3.12	-
Impact on year end ECL of Exposures transferred between stages during the year	(2.96)	37.75	52.25	87.04
Changes to models and inputs used for ECL calculations	(2.84)	4.14	0.05	1.35
Exposure written off	(165.99)	(124.22)	(159.95)	(450.16)
Impairment allowance for loans to customers as at March 31, 2024	130.11	197.59	180.21	507.92

Note 8: Investments

Particulars	As at March 31, 2025	As at March 31, 2024
Investments (at cost)		
A) In India		
Subsidiaries-		
i. Axio Digital Pvt Ltd	3,825.75	3,825.75
1,07,26,205 (PY: 1,07,26,205) fully paid up Equity shares of Rs. 10/- each		
ii. Axio Capital Pvt Ltd	105.00	105.00
1,49,99,999 (PY: 1,49,99,999) fully paid up Equity shares of Rs. 10/- each		
Total Gross	3,930.75	3,930.75
Less : Allowance for impairment loss	-	-
Total - Net	3,930.75	3,930.75



Note 9: Other financial assets

Particulars	As at March 31, 2025	As at March 31, 2024
Security deposits	29.78	28.62
Interest receivable on assignment of loans	2.87	32.44
Receivable from subsidiary (Refer Note no.39)	127.89	122.47
Accrued income	488.78	448.64
Other receivables	91.72	276.22
Less: Impairment allowance*	(1.57)	(2.15)
Total	739.47	906.24

*The disclosure below is only in respect of impairment allowance is recognised by the management on receivable from related party & income accrued.

The table below shows the credit quality and the maximum exposure to credit risk per based on the company's internal credit grading system and year-end stage classification.

As at March 31, 2025

Risk categorisation	Stage 1	Stage 2	Stage 3	Total
Performing				
High grade	339.34	-	-	339.34
Standard grade	-	-	-	-
Sub-standard grade	-	-	-	-
Past due before impairment	-	-	-	-
Non-performing	-	-	-	-
Individually impaired (including restructured assets)	-	-	-	-
Total	339.34	-	-	339.34

As at March 31, 2024

Risk categorisation	Stage 1	Stage 2	Stage 3	Total
Performing				
High grade	456.89	-	-	456.89
Standard grade	-	-	-	-
Sub-standard grade	-	-	-	-
Past due before impairment	-	-	-	-
Non-performing	-	-	-	-
Individually impaired (including restructured assets)	-	-	-	-
Total	456.89	-	-	456.89

An analysis of changes in the gross carrying amount and the corresponding ECLs in relation to Other Receivable is, as follows:

Reconciliation of gross carrying amount

As at March 31, 2025

Particulars	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount as at April 1, 2024	456.89	-	-	456.89
New assets originated or purchased	-	-	-	-
Assets derecognised or repaid (excluding write offs)	(117.55)	-	-	(117.55)
Transfers to Stage 1	-	-	-	-
Transfers to Stage 2	-	-	-	-
Transfers to Stage 3	-	-	-	-
Changes to contractual cash flows due to modifications not resulting in derecognition	-	-	-	-
Amounts written off	-	-	-	-
Gross carrying amount as at March 31, 2025	339.34	-	-	339.34

As at March 31, 2024

Particulars	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount as at April 1, 2023	302.52	-	-	302.52
New assets originated or purchased	154.37	-	-	154.37
Assets derecognised or repaid (excluding write offs)	-	-	-	-
Transfers to Stage 1	-	-	-	-
Transfers to Stage 2	-	-	-	-
Transfers to Stage 3	-	-	-	-
Changes to contractual cash flows due to modifications not resulting in derecognition	-	-	-	-
Amounts written off	-	-	-	-
Gross carrying amount as at March 31, 2024	456.89	-	-	456.89



CapFloat Financial Services Private Limited
Notes to standalone financial statements for the year ended March 31, 2025
(CIN: U65993KA1993PTC074590)
(All amounts in Rs. millions, unless otherwise stated)
Impairment allowance

As at March 31, 2025

Particulars	Stage 1	Stage 2	Stage 3	Total
Impairment allowance as at April 1, 2024	2.15	-	-	2.15
New assets originated	(0.58)	-	-	(0.58)
Assets derecognised or repaid	-	-	-	-
Impact on year end ECL of Exposures transferred between stages during the year	-	-	-	-
Transfers to Stage 1	-	-	-	-
Transfers to Stage 2	-	-	-	-
Transfers to Stage 3	-	-	-	-
Changes to models and inputs used for ECL calculations	-	-	-	-
Amounts written off	-	-	-	-
Impairment allowance as at March 31, 2025	1.57	-	-	1.57

As at March 31, 2024

Particulars	Stage 1	Stage 2	Stage 3	Total
Impairment allowance as at April 1, 2023	0.96	-	-	0.96
New assets originated	1.19	-	-	1.19
Assets derecognised or repaid	-	-	-	-
Impact on year end ECL of Exposures transferred between stages during the year	-	-	-	-
Transfers to Stage 1	-	-	-	-
Transfers to Stage 2	-	-	-	-
Transfers to Stage 3	-	-	-	-
Changes to models and inputs used for ECL calculations	-	-	-	-
Amounts written off	-	-	-	-
Impairment allowance as at March 31, 2024	2.15	-	-	2.15



Note 10: Property, plant and equipment

Particulars	Computers & Printers	Servers	Office Equipments	Furniture & Fixtures	Electrical Installations and Fittings	Electronic Equipment	Leasehold Improvements	Vehicles	Total
Gross block									
Cost as at April 1, 2024	31.02	2.90	20.88	14.68	9.58	25.34	44.93	30.59	180.22
Additions	6.32	0.05	0.03	0.27	-	0.21	-	8.28	15.16
Disposals	(2.66)	(0.20)	(0.33)	-	-	(0.11)	-	(13.41)	(16.71)
At March 31, 2025	35.18	2.75	20.38	14.95	9.58	25.44	44.93	25.46	178.67
Depreciation and Impairment:									
At April 1, 2024	17.56	1.25	20.31	9.46	5.68	18.71	42.72	7.32	123.01
Disposals	(2.66)	(0.15)	(0.33)	-	-	(0.11)	-	(4.30)	(7.55)
Depreciation charge for the period	11.23	0.43	0.12	1.71	1.03	1.88	0.71	3.45	20.57
At March 31, 2025	26.13	1.53	20.10	11.17	6.71	20.48	43.43	6.47	136.03
Net book value:									
At April 1, 2024	13.96	1.65	0.37	5.22	3.90	6.63	2.21	23.27	57.22
At March 31, 2025	9.05	1.22	0.28	3.78	2.87	4.96	1.50	18.99	42.64

Particulars	Computers & Printers	Servers	Office Equipments	Furniture & Fixtures	Electrical Installations and Fittings	Electronic Equipment	Leasehold Improvements	Vehicles	Total
Gross block									
Cost as at April 1, 2023	49.83	3.75	20.51	14.69	9.13	21.50	44.61	23.46	187.47
Additions	2.99	0.10	0.17	-	0.45	3.84	0.32	12.87	20.74
Disposals	(21.30)	(0.95)	-	-	-	-	-	(5.74)	(27.99)
At March 31, 2024	31.52	2.90	20.68	14.68	9.58	25.34	44.93	30.59	180.22
Depreciation and Impairment:									
At April 1, 2023	25.61	1.75	19.72	7.75	4.68	16.98	42.03	5.71	124.22
Disposals	(21.30)	(0.95)	-	-	-	-	-	(2.04)	(24.29)
Depreciation charge for the period	13.25	0.45	0.98	1.71	1.02	1.72	0.69	3.65	23.08
At March 31, 2024	17.58	1.25	20.31	9.46	5.68	18.71	42.72	7.32	123.01
Net book value:									
At April 1, 2023	24.22	2.00	0.79	6.93	4.47	4.51	2.58	17.75	63.25
At March 31, 2024	13.96	1.65	0.37	5.22	3.90	6.63	2.21	23.27	57.22

Note: No Assets have been revalued during the year



Note 11: Right-of-use assets

Particulars	Right-of-use Assets
Gross block	
At April 1, 2024	258.47
Additions	14.14
Disposals	(82.53)
Modification	-
At March 31, 2025	190.08
Depreciation and impairment:	
At April 1, 2024	226.61
Disposals	(75.84)
Modification	-
Depreciation charge for the year	15.74
At March 31, 2025	166.51
Net book value:	
At April 1, 2024	31.86
At March 31, 2025	23.57

Particulars	Right-of-use Assets
Gross block	
At April 1, 2023	259.44
Additions	-
Disposals	-
Modification	(0.97)
At March 31, 2024	258.47
Depreciation and impairment:	
At April 1, 2023	188.45
Disposals	-
Modification	-
Depreciation charge for the year	38.16
At March 31, 2024	226.61
Net book value:	
At April 1, 2023	70.99
At March 31, 2024	31.86

Note : Title deeds of all immovable properties and lease agreements for all the leased premises are held in the name of the company.

Note 12: Intangible assets under development

Particulars	As at March 31, 2025	As at March 31, 2024
Balance at the beginning of the year	29.84	23.35
Additions	27.59	21.58
Capitalised	(27.86)	(12.34)
Written off	-	(2.75)
Balance at the end of the year	29.57	29.84



CapFloat Financial Services Private Limited
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(All amounts in Rs. millions, unless otherwise stated)

Note 12.1: Intangible assets under development ageing

Particulars	Amount in WIP for a period of				Total As at March 31, 2025
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	8.39	14.75	2.92	3.51	29.57
Projects temporarily suspended	-	-	-	-	-

Particulars	Amount in WIP for a period of				Total As at March 31, 2024
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	21.58	4.46	6.55	-	32.59
Projects temporarily suspended	(1.21)	(1.54)	-	-	(2.75)

The company did not have any project which were overdue or exceeded its cost compared to it's original plan.

Note 13: Other Intangible assets

Particulars	Computer Software	Internally Generated assets	Total
Gross block			
Cost as at April 1, 2024	42.20	168.63	210.83
Additions	0.34	48.99	49.33
Disposals/Deletions	-	-	-
At March 31, 2025	42.54	217.62	260.16
Accumulated amortisation and impairment:			
At April 1, 2024	36.67	102.95	139.62
Disposals/Deletions	-	-	-
Amortisation for the period	2.94	23.10	26.04
At March 31, 2025	39.61	126.05	165.66
Net book value:			
At April 1, 2024	5.53	65.68	71.21
At March 31, 2025	2.93	91.57	94.50

Particulars	Computer Software	Internally Generated assets	Total
Gross block			
Cost as at April 1, 2023	37.71	133.68	171.39
Additions	4.49	34.95	39.44
Disposals/Deletions	-	-	-
At March 31, 2024	42.20	168.63	210.83
Accumulative amortisation and impairment:			
At April 1, 2023	34.20	78.29	112.49
Disposals/Deletions	-	-	-
Amortisation for the period	2.47	24.66	27.13
At March 31, 2024	36.67	102.95	139.62
Net book value:			
At April 1, 2023	3.51	55.39	58.90
At March 31, 2024	5.53	65.68	71.21

Note 14: Other non-financial assets

Particulars	As at March 31, 2025	As at March 31, 2024
Service tax credit/GST (input) receivable	32.13	5.38
Prepaid expenses	15.04	5.76
Others	10.35	34.46
Total	57.52	45.60



Note 15: Trade Payables

Particulars	As at March 31, 2025	As at March 31, 2024
Trade payables		
(i) total outstanding dues of Micro and Small Enterprises	11.07	10.15
(ii) total outstanding dues of creditors other than Micro and Small Enterprises	339.28	94.59
Total	350.35	104.74

**Trade Payables ageing schedule
As on March 31, 2025**

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME*	11.57	-	-	-	11.57
(ii) Others	338.78	-	-	-	338.78
Total	350.35	-	-	-	350.35

*Includes medium enterprises

As on March 31, 2024

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME*	15.17	-	-	-	15.17
(ii) Others	89.42	-	-	0.15	89.57
Total	104.59	-	-	0.15	104.74

*Includes medium enterprises

Note: There are no disputed trade payables hence the same is not disclosed in the ageing schedule.

MSME disclosure:

Particulars	As at March 31, 2025	As at March 31, 2024
(a) the principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier at the end of each accounting year;		
Principal	11.57	15.17
Interest	-	-
(b) the amount of interest paid by the buyer in terms of section 18 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
(c) the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
(d) the amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
(e) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006;	-	-

Note 16: Debt securities

Particulars	As at March 31, 2025	As at March 31, 2024
At Amortised cost:		
Redeemable Non-convertible Debentures		
(i) Secured*	1,794.83	2,967.55
(ii) Unsecured	214.88	173.78
Securitisation Liabilities	450.68	301.06
Commercial Papers (unsecured)	333.67	408.66
Total	2,794.27	3,851.05
(i) Debt securities in India	2,794.27	3,851.05
(ii) Debt securities outside India	-	-
Total	2,794.27	3,851.05

* All the secured non-convertible debentures (NCD) of the company including those issued during the year ended March 31, 2025 are fully secured by hypothecation of loan receivables to the extent as stated in the respective memorandum.

Particulars of Secured and Unsecured Redeemable Non Convertible Debentures

Particulars	Date of Redemption	As at March 31, 2025	As at March 31, 2024
Secured Redeemable Non Convertible Debentures			
Non Convertible Debentures (199 nos. of Rs 5,00,000 each)	03-Apr-24	-	25.75
Non Convertible Debentures (4 nos. of Rs 1,00,00,000 each)	07-May-24	-	6.67
Non Convertible Debentures (123 nos. of Rs 5,00,000 each)	04-May-24	-	10.25
Non Convertible Debentures (100 nos. of Rs 5,00,000 each)	08-May-24	-	25.00
Non Convertible Debentures (66 nos. of Rs 5,00,000 each)	25-May-24	-	16.50
Non Convertible Debentures (160 nos. of Rs 5,00,000 each)	31-May-24	-	40.00



Particulars	Date of Redemption	As at March 31, 2025	As at March 31, 2024
Non Convertible Debentures (151 nos. of Rs 5,00,000 each)	07-Jun-24	-	12.58
Non Convertible Debentures (45 nos. of Rs 5,00,000 each)	12-Jun-24	-	3.75
Non Convertible Debentures (280 nos. of Rs 5,00,000 each)	16-Jun-24	-	70.00
Non Convertible Debentures (120 nos. of Rs 5,00,000 each)	30-Jun-24	-	30.00
Non Convertible Debentures (140 nos. of Rs 5,00,000 each)	04-Jul-24	-	23.33
Non Convertible Debentures (135 nos. of Rs 5,00,000 each)	11-Jul-24	-	33.75
Non Convertible Debentures (40 nos. of Rs 5,00,000 each)	27-Jul-24	-	10.00
Non Convertible Debentures (160 nos. of Rs 5,00,000 each)	11-Aug-24	-	40.00
Non Convertible Debentures (106 nos. of Rs 5,00,000 each)	24-Aug-24	-	26.50
Non Convertible Debentures (80 nos. of Rs 5,00,000 each)	08-Sep-24	-	20.00
Non Convertible Debentures (140 nos. of Rs 5,00,000 each)	08-Sep-24	-	70.00
Non Convertible Debentures (113 nos. of Rs 5,00,000 each)	09-Sep-24	-	28.25
Non Convertible Debentures (92 nos. of Rs 5,00,000 each)	10-Sep-24	-	15.33
Non Convertible Debentures (50 nos. of Rs 5,00,000 each)	14-Sep-24	-	8.33
Non Convertible Debentures (6 nos. of Rs 1,00,00,000 each)	14-Sep-24	-	15.00
Non Convertible Debentures (10 nos. of Rs 5,00,000 each)	17-Sep-24	-	1.67
Non Convertible Debentures (110 nos. of Rs 5,00,000 each)	09-Oct-24	-	55.00
Non Convertible Debentures (24 nos. of Rs 1,00,00,000 each)	14-Oct-24	-	90.00
Non Convertible Debentures (130 nos. of Rs 5,00,000 each)	25-Oct-24	-	55.00
Non Convertible Debentures (101 nos. of Rs 5,00,000 each)	28-Oct-24	-	25.25
Non Convertible Debentures (134 nos. of Rs 5,00,000 each)	05-Nov-24	-	33.50
Non Convertible Debentures (60 nos. of Rs 5,00,000 each)	08-Nov-24	-	30.00
Non Convertible Debentures (56 nos. of Rs 5,00,000 each)	17-Nov-24	-	14.00
Non Convertible Debentures (82 nos. of Rs 5,00,000 each)	24-Nov-24	-	41.00
Non Convertible Debentures (40 nos. of Rs 5,00,000 each)	01-Dec-24	-	20.00
Non Convertible Debentures (95 nos. of Rs 5,00,000 each)	02-Dec-24	-	23.75
Non Convertible Debentures (65 nos. of Rs 5,00,000 each)	08-Dec-24	-	32.50
Non Convertible Debentures (107 nos. of Rs 5,00,000 each)	14-Dec-24	-	26.75
Non Convertible Debentures (120 nos. of Rs 5,00,000 each)	30-Dec-24	-	60.00
Non Convertible Debentures (131 nos. of Rs 5,00,000 each)	05-Jan-25	-	43.87
Non Convertible Debentures (11 nos. of Rs 1,00,00,000 each)	06-Jan-25	-	55.00
Non Convertible Debentures (80 nos. of Rs 5,00,000 each)	25-Jan-25	-	40.00
Non Convertible Debentures (118 nos. of Rs 5,00,000 each)	31-Jan-25	-	39.33
Non Convertible Debentures (40 nos. of Rs 5,00,000 each)	01-Feb-25	-	20.00
Non Convertible Debentures (60 nos. of Rs 5,00,000 each)	15-Feb-25	-	30.00
Non Convertible Debentures (128 nos. of Rs 5,00,000 each)	18-Feb-25	-	42.67
Non Convertible Debentures (93 nos. of Rs 5,00,000 each)	28-Feb-25	-	31.00
Non Convertible Debentures (72 nos. of Rs 5,00,000 each)	14-Mar-25	-	24.00
Non Convertible Debentures (120 nos. of Rs 5,00,000 each)	20-Mar-25	-	60.00
Non Convertible Debentures (51 nos. of Rs 5,00,000 each)	29-Mar-25	-	17.00
Non Convertible Debentures (200 nos. of Rs 5,00,000 each)	30-Mar-25	-	50.00
Non Convertible Debentures (55 nos. of Rs 5,00,000 each)	08-Apr-25	4.58	22.92
Non Convertible Debentures (90 nos. of Rs 5,00,000 each)	30-Apr-25	7.50	37.50
Non Convertible Debentures (49 nos. of Rs 5,00,000 each)	22-May-25	4.08	20.42
Non Convertible Debentures (66 nos. of Rs 5,00,000 each)	29-May-25	5.50	27.50
Non Convertible Debentures (129 nos. of Rs 5,00,000 each)	14-Jun-25	10.75	53.75
Non Convertible Debentures (122 nos. of Rs 5,00,000 each)	10-Jul-25	20.33	61.00
Non Convertible Debentures (57 nos. of Rs 5,00,000 each)	30-Jul-25	9.50	28.50
Non Convertible Debentures (87 nos. of Rs 5,00,000 each)	07-Aug-25	14.50	43.50
Non Convertible Debentures (82 nos. of Rs 5,00,000 each)	28-Aug-25	13.67	41.00
Non Convertible Debentures (5000 nos. of Rs 1,00,000 each)	01-Sep-25	166.67	500.00
Non Convertible Debentures (56 nos. of Rs 5,00,000 each)	07-Sep-25	9.33	28.00
Non Convertible Debentures (69 nos. of Rs 5,00,000 each)	15-Sep-25	11.50	34.50
Non Convertible Debentures (700 nos. of Rs 5,00,000 each)	04-Jan-26	175.00	350.00
Non Convertible Debentures (300 nos. of Rs 5,00,000 each)	08-Jan-26	75.00	150.00
Non Convertible Debentures (60 nos. of Rs 5,00,000 each)	09-Feb-26	15.00	30.00
Non Convertible Debentures (40 nos. of Rs 5,00,000 each)	22-Mar-26	10.00	20.00
Non Convertible Debentures (81 nos. of Rs 5,00,000 Each)	02-Apr-25	40.50	-
Non Convertible Debentures (1000 nos. of Rs 1,00,000 Each)	01-Oct-26	60.00	-
Non Convertible Debentures (4000 nos. of Rs 1,00,000 Each)	01-Oct-26	240.00	-
Non Convertible Debentures (119 nos. of Rs 5,00,000 Each)	05-Oct-25	29.75	-
Non Convertible Debentures (130 nos. of Rs 5,00,000 Each)	12-Apr-25	32.50	-
Non Convertible Debentures (140 nos. of Rs 5,00,000 Each)	30-Oct-25	35.00	-
Non Convertible Debentures (110 nos. of Rs 5,00,000 Each)	09-May-25	55.00	-
Non Convertible Debentures (60 nos. of Rs 5,00,000 Each)	27-May-25	30.00	-
Non Convertible Debentures (118 nos. of Rs 5,00,000 Each)	07-Nov-25	29.50	-
Non Convertible Debentures (90 nos. of Rs 5,00,000 Each)	30-Nov-25	22.50	-
Non Convertible Debentures (77 nos. of Rs 5,00,000 Each)	14-Dec-25	19.25	-
Non Convertible Debentures (60 nos. of Rs 5,00,000 Each)	18-Jun-25	15.00	-
Non Convertible Debentures (62 nos. of Rs 5,00,000 Each)	28-Dec-25	15.50	-
Non Convertible Debentures (80 nos. of Rs 5,00,000 Each)	29-Jun-25	20.00	-
Non Convertible Debentures (70 nos. of Rs 5,00,000 Each)	05-Jul-25	35.00	-



Particulars	Date of Redemption	As at March 31, 2025	As at March 31, 2024
Non Convertible Debentures (200 nos. of Rs 5,00,000 Each)	08-Jul-25	50.00	-
Non Convertible Debentures (90 nos. of Rs 5,00,000 Each)	10-Jan-26	30.00	-
Non Convertible Debentures (65 nos. of Rs 5,00,000 Each)	09-Feb-26	21.67	-
Non Convertible Debentures (40 nos. of Rs 5,00,000 Each)	22-Aug-25	20.00	-
Non Convertible Debentures (40 nos. of Rs 5,00,000 Each)	23-Aug-25	10.00	-
Non Convertible Debentures (350 nos. of Rs 10,00,000 Each)	28-Sep-26	262.50	-
Non Convertible Debentures (50 nos. of Rs 10,00,000 Each)	28-Sep-26	37.50	-
Non Convertible Debentures (140 nos. of Rs 5,00,000 Each)	06-Mar-26	46.67	-
Non Convertible Debentures (83 nos. of Rs 5,00,000 Each)	27-Mar-26	27.67	-
Non Convertible Debentures (100 nos. of Rs 5,00,000 Each)	06-Mar-26	50.00	-
Total		1,788.42	2,950.67

Unsecured Redeemable Non Convertible Debentures

Particulars	Date of Redemption	As at March 31, 2025	As at March 31, 2024
Non Convertible Debentures (1 nos. of Rs 1,00,00,000 each)	06-Apr-24	-	2.50
Non Convertible Debentures (1 nos. of Rs 1,00,00,000 each)	29-May-24	-	2.50
Non Convertible Debentures (3 nos. of Rs 1,00,00,000 each)	07-Jul-24	-	15.00
Non Convertible Debentures (2 nos. of Rs 1,00,00,000 each)	13-Jul-24	-	10.00
Non Convertible Debentures (1 nos. of Rs 1,00,00,000 each)	14-Aug-24	-	5.00
Non Convertible Debentures (1 nos. of Rs 1,00,00,000 each)	20-Sep-24	-	10.00
Non Convertible Debentures (1 nos. of Rs 1,00,00,000 each)	13-Oct-24	-	7.50
Non Convertible Debentures (3 nos. of Rs 1,00,00,000 each)	10-Nov-24	-	30.00
Non Convertible Debentures (1 nos. of Rs 1,00,00,000 each)	14-Nov-24	-	10.00
Non Convertible Debentures (1 nos. of Rs 1,00,00,000 each)	24-Nov-24	-	10.00
Non Convertible Debentures (1 nos. of Rs 1,00,00,000 each)	28-Nov-24	-	5.00
Non Convertible Debentures (1 nos. of Rs 1,00,00,000 each)	02-Dec-24	-	5.00
Non Convertible Debentures (2 nos. of Rs 1,00,00,000 each)	09-Dec-24	-	20.00
Non Convertible Debentures (1 nos. of Rs 1,00,00,000 each)	02-Jan-25	-	10.00
Non Convertible Debentures (1 nos. of Rs 1,00,00,000 each)	12-Jan-25	-	10.00
Non Convertible Debentures (1 nos. of Rs 1,00,00,000 each)	26-Feb-25	-	10.00
Non Convertible Debentures (1 nos. of Rs 1,00,00,000 each)	21-Mar-25	-	10.00
Non Convertible Debentures (1nos. of Rs 1,00,00,000 each)	26-Apr-25	2.50	-
Non Convertible Debentures (1nos. of Rs 1,00,00,000 each)	21-Jun-25	2.50	-
Non Convertible Debentures (3nos. of Rs 1,00,00,000 each)	12-Jul-25	15.00	-
Non Convertible Debentures (2nos. of Rs 1,00,00,000 each)	25-Jul-25	10.00	-
Non Convertible Debentures (1nos. of Rs 1,00,00,000 each)	26-Jul-25	10.00	-
Non Convertible Debentures (1nos. of Rs 1,00,00,000 each)	31-Jul-25	5.00	-
Non Convertible Debentures (2nos. of Rs 1,00,00,000 each)	13-Aug-25	20.00	-
Non Convertible Debentures (2nos. of Rs 1,00,00,000 each)	30-Aug-25	20.00	-
Non Convertible Debentures (1nos. of Rs 1,00,00,000 each)	03-Sep-25	10.00	-
Non Convertible Debentures (1nos. of Rs 1,00,00,000 each)	04-Sep-25	5.00	-
Non Convertible Debentures (1nos. of Rs 1,00,00,000 each)	26-Sep-25	5.00	-
Non Convertible Debentures (2nos. of Rs 1,00,00,000 each)	19-Feb-26	20.00	-
Non Convertible Debentures (1nos. of Rs 1,00,00,000 each)	14-Mar-26	10.00	-
Non Convertible Debentures (6nos. of Rs 1,00,00,000 each)	17-Mar-26	60.00	-
Non Convertible Debentures (2nos. of Rs 1,00,00,000 each)	24-Apr-26	20.00	-
Total		215.00	172.50

Commercial Papers

Northern Arc Money Market Alpha Fund	13-Aug-24	-	234.67
Northern Arc Money Market Alpha Fund	07-Apr-25	234.55	-
Various HNI	10-Apr-24	-	73.20
Various HNI	02-May-24	-	24.40
Various HNI	21-May-24	-	60.05
Various HNI	20-Jun-24	-	9.76
Various HNI	23-Apr-25	31.70	-
Various HNI	05-Jun-25	51.72	-
Total		317.97	402.08

Securitisation Liabilities

(Refer note below)

452.52 301.06

Grand Total

2,773.91 3,826.31

Ind AS adjustments & accrued interest

20.36 24.74

Total post Ind AS adjustments

2,794.27 3,851.05

Note

The company has entered into various securitisation transaction during the current year having a contractual tenure upto 12-36 months and the sanction amount for each transaction depends upon the amount of pool transferred.

As at Balance Sheet date, Interest rates per annum range (for Non Convertible Debentures) between 12.50% to 13.85%



Repayment details of debt securities

Balance Tenure (months)	Rate of Interest	Repayment Details	As at March 31, 2025
0-12 months	11.65% to 12.75%	Monthly	452.53
0-12 months	10.00% to 13.35%	Bullet	317.97
0-12 months	12.5% to 13.00%	Quarterly	730.41
0-12 months	12.5% to 13.00%	Half yearly	117.50
0-12 months	12.5% to 13.00%	At Maturity	360.5
0-12 months	13.50%	Quarterly	175.00
12-36 months	13.85%	Monthly	300.00
12-36 months	13.50%	Quarterly	300.00
12-36 months	12.75%	At Maturity	20.00
			2,773.91

Balance Tenure (months)	Rate of Interest	Repayment Details	As at March 31, 2024
0-12 months	11.45% to 11.50%	Monthly	301.06
0-12 months	12.25% to 13.00%	Quarterly	595.35
0-12 months	12.90%	Every 4 months	28.25
0-12 months	12.50% to 13.00%	Half yearly	744.00
0-12 months	10.00% to 13.25%	Bullet	402.97
0-12 months	12.50% to 13.00%	At Maturity	240.00
12-36 months	12.50% to 13.50%	Quarterly	1,495.58
12-36 months	13.00%	Half yearly	20.00
			3,826.31

Security details for Secured Debt Securities

Debt Securities of Rs. 1,783.05 millions for March 31, 2025 (Rs.2,967.55 millions for March 31, 2024) is secured by way of hypothecation of underlying assets financed by the Company.

Securitisation liabilities of Rs.452.52 millions for March 31, 2025(Rs.301.06 millions for March 31, 2024) is secured by cash collaterals of the Company.



Note 17: Borrowings other than debt securities

Particulars	As at March 31, 2025	As at March 31, 2024
At Amortised cost:		
Secured		
Term loans		
- from bank	1,280.11	1,932.09
- from others	1,195.95	1,200.34
Cash credit / Overdraft facilities from banks	219.49	1,291.81
Total	2,695.55	4,424.24
(i) Borrowings in India	2,695.55	4,424.24
(ii) Borrowings outside India	-	-
Total	2,695.55	4,424.24

Security details for Secured Borrowings

Term loans of Rs.2,476.06 millions for March 31, 2025 (Rs.3,132.42 millions for March 31, 2024), is secured by way of hypothecation of underlying assets financed by the Company.
Over draft facilities from banks of Rs.219.49 millions for March 31, 2025(Rs.1,291.81 millions for March 31, 2024) is secured by cash collaterals of the Company.

Terms of repayment:

Term loans from Banks and others (NBFC) -Secured

Lender Name	Tenure (months)	Sanction Amount	As at March 31, 2025	As at March 31, 2024
IDFC First Bank Limited	24	1,700.00	1,179.10	612.50
Kotak Mahindra Bank Limited	8	1,261.20	-	305.33
Kotak Mahindra Bank Limited	7	250.00	-	250.00
Indus Ind Bank Limited	12	624.88	124.98	499.90
AU Small Finance Bank	7	150.00	-	25.00
InCred Financial Services Limited	12	150.00	13.30	150.00
Ratnakar Bank Limited	4	500.00	-	250.00
Vivriti Capital Private Limited	18	500.00	293.33	300.00
MAS Financial Services Ltd	5	350.00	175.00	325.00
Poonawalla Fincorp Ltd	12	300.00	-	203.79
Shriram Finance Limited	15	250.00	18.09	219.56
Northern Arc Limited	18	800.00	698.17	-
Bank Overdraft				
AU SFB Bank OD		1,500.00	-	1,206.39
Kotak Bank OD		350.00	-	85.42
IDFC OD		1,228.00	219.49	-
Grand Total (principal outstanding)		9,914.08	2,721.46	4,432.89
Ind AS adjustments & accrued interest			(25.91)	(8.65)
Total Borrowings other than debt securities			2,695.55	4,424.24

As at Balance Sheet date, Interest rates per annum range between

8.60% to 14.00%

Balance Tenure (months)	Rate of Interest	Repayment Details	As at March 31, 2025
0-12 Months	8.60%	Bullet	124.98
0-12 Months	8.80%	Monthly	219.49
0-12 Months	12.10%	Monthly	175.00
0-12 Months	12.5% to 12.75%	Monthly	93.33
0-12 Months	13.4% to 14.00%	Monthly	293.89
12-36 Months	12.55% to 12.75%	Monthly	1,116.60
12-36 Months	13.00% to 13.25%	Monthly	698.17
			2,721.46

Balance Tenure (months)	Rate of Interest	Repayment Details	As at March 31, 2024
0-12 months	11.25% to 12.10%	Monthly	1,109.12
0-12 months	8% to 12%	Monthly	1,291.81
0-12 months	8.48%	Every 4 months	374.93
0-12 months	8.35% to 8.60%	Bullet	374.98
12-36 months	12.50% to 14.00%	Monthly	1,282.05
			4,432.89



Note 18: Other financial liabilities

Particulars	As at March 31, 2025	As at March 31, 2024
Lease liability (Refer Note no.43)	30.05	42.85
Other liabilities	88.30	259.33
Total	118.35	302.18

Note 19: Provisions

Particulars	As at March 31, 2025	As at March 31, 2024
Employee benefits payable		
- Retention and Performance bonus	17.22	17.48
Provision for employee benefits		
- Gratuity (Refer Note no.33)	37.93	39.13
- Provision for compensated absences (Refer Note no.33)	30.01	34.45
Provision for non-fund based exposure	361.44	404.18
Total	446.60	495.24

The table below shows the credit quality and the maximum exposure for credit risk based on the company's internal credit grading system and year-end stage classification in relation to undrawn commitments and financial guarantee is as follows:

Analysis of risk categorisation

As at March 31, 2025

Risk categorisation	Stage 1	Stage 2	Stage 3	Total
Performing				
High grade	14,226.27	-	-	14,226.27
Standard grade	-	-	-	-
Sub-standard grade	-	367.93	-	367.93
Past due before impairment	-	133.58	-	133.58
Non-performing				
Individually impaired (including restructured assets)	-	-	404.44	404.44
Total	14,226.27	501.51	404.44	15,132.22

As at March 31, 2024

Risk categorisation	Stage 1	Stage 2	Stage 3	Total
Performing				
High grade	15,261.67	-	-	15,261.67
Standard grade	-	-	-	-
Sub-standard grade	-	503.10	-	503.10
Past due before impairment	-	173.04	-	173.04
Non-performing				
Individually impaired (including restructured assets)	-	-	342.71	342.71
Total	15,261.67	676.14	342.71	16,280.52

An analysis of changes in the gross carrying amount and the corresponding ECLs in relation to undrawn commitments and financial guarantee is as follows:

Reconciliation of gross carrying amount

As at March 31, 2025

Particulars	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount as at April 1, 2024	15,261.87	676.14	342.71	16,280.52
New assets originated or purchased	12,324.24	310.18	280.61	12,915.03
Assets derecognised or repaid (excluding write offs)	(12,459.75)	(99.29)	(7.02)	(12,566.07)
Transfers to Stage 1	2.47	(2.39)	(0.09)	-
Transfers to Stage 2	(119.33)	119.37	(0.04)	-
Transfers to Stage 3	(118.73)	(4.72)	123.45	-
Changes to contractual cash flows due to modifications not resulting in derecognition	-	-	-	-
Amounts written off	(664.29)	(497.78)	(335.18)	(1,497.25)
Gross carrying amount as at March 31, 2025	14,226.28	501.51	404.44	15,132.23



As at March 31, 2024

Particulars	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount as at April 1, 2023	3,771.12	152.62	110.27	4,034.01
New assets originated or purchased	14,826.53	645.87	319.13	15,791.53
Assets derecognised or repaid (excluding write offs)	(3,171.00)	(57.18)	(6.44)	(3,234.60)
Transfers to Stage 1	0.16	(0.16)	-	-
Transfers to Stage 2	(29.88)	29.88	-	-
Transfers to Stage 3	(20.06)	(0.42)	20.48	-
Changes to contractual cash flows due to modifications not resulting in derecognition	-	-	-	-
Amounts written off	(115.20)	(94.49)	(100.73)	(310.42)
Gross carrying amount as at March 31, 2024	15,261.67	676.14	342.71	16,280.52

Impairment allowance for loans to customers

As at March 31, 2025

Particulars	Stage 1	Stage 2	Stage 3	Total
Impairment allowance for loans to customers as at April 1, 2024	210.31	9.32	184.55	404.18
New assets originated	619.82	420.89	577.22	1,617.92
Assets derecognised or repaid	(174.40)	(4.72)	(183.38)	(362.49)
Impact on year end ECL of Exposures transferred between stages during the year	1.19	(1.13)	(0.06)	-
Transfers to Stage 1	(2.30)	2.34	(0.03)	-
Transfers to Stage 2	(2.28)	(2.36)	4.65	-
Transfers to Stage 3	(1.10)	74.15	100.96	174.01
Changes to models and inputs used for ECL calculations	24.56	0.50	0.01	25.07
Amounts written off / FLDG paid	(864.29)	(497.78)	(335.18)	(1,497.25)
Impairment allowance for loans to customers as at March 31, 2025	11.50	1.20	348.73	361.44

Note: The company has created impairment allowance to the extent of FLDG guarantee given by it.

As at March 31, 2024

Particulars	Stage 1	Stage 2	Stage 3	Total
Impairment allowance for loans to customers as at April 1, 2023	48.36	49.02	106.54	203.92
New assets originated	315.59	87.18	262.89	665.66
Assets derecognised or repaid	(42.05)	(48.72)	(104.63)	(196.40)
Impact on year end ECL of Exposures transferred between stages during the year	(0.05)	16.99	20.04	36.98
Transfers to Stage 1	0.05	(0.05)	-	-
Transfers to Stage 2	(0.46)	0.46	-	-
Transfers to Stage 3	(0.30)	(0.14)	0.44	-
Changes to models and inputs used for ECL calculations	4.37	0.07	-	4.44
Amounts written off / FLDG paid	(115.20)	(94.49)	(100.73)	(310.42)
Impairment allowance for loans to customers as at March 31, 2024	210.31	9.32	184.55	404.18

Note 20: Other Non-financial liabilities

Particulars	As at March 31, 2025	As at March 31, 2024
Statutory dues payable	39.66	55.03
Income received in advance	114.85	37.72
Advance from customers	10.50	45.44
Total	165.01	138.19



Note 21: Share Capital and Instruments entirely equity in nature

I. Equity Share Capital

Particulars	As at March 31, 2025	As at March 31, 2024
Authorised:		
22,93,861 (Previous year 22,93,861) Equity Shares of Rs. 10/- each	22.94	22.94
	22.94	22.94
Issued, Subscribed & Paid Up:		
22,75,434 (Previous year 22,75,434) Equity Shares of Rs. 10/- each, fully paid up	22.75	22.75
Less: 6,96,840 (Previous year 6,96,840) equity shares of Rs 10/- each held in the Trust for employees under ESOP Scheme	(6.97)	(6.97)
	15.78	15.78

Reconciliation of the number of equity shares and amount outstanding at the beginning and at the end of the year

Particulars	Opening Balance	Fresh issue	Buy back	Other	Closing Balance
As at March 31, 2025					
- Number of shares	15,78,594	-	-	-	15,78,594
- Amount (in Rs. Million)	15.78	-	-	-	15.78
As at March 31, 2024					
- Number of shares	15,78,594	-	-	-	15,78,594
- Amount (in Rs. Million)	15.78	-	-	-	15.78

Details of shareholders holding more than 5% shares in the Company
Equity Shares

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
Gaurav Dinesh Hinduja	6,90,007	30.32%	6,90,007	30.32%
Sashank R. Rishyasringa	6,90,007	30.32%	6,90,007	30.32%
Capital Fleet Employee Welfare Trust	6,96,840	30.62%	6,96,840	30.62%

Shares held by promoters as at March 31, 2025

Particulars	No. of shares	% holding in the class	% changed during the year
Gaurav Dinesh Hinduja	6,90,007	30.32%	0.00%
Sashank R. Rishyasringa	6,90,007	30.32%	0.00%

Shares held by promoters as at March 31, 2024

Particulars	No. of shares	% holding in the class	% changed during the year
Gaurav Dinesh Hinduja	6,90,007	30.32%	0.00%
Sashank R. Rishyasringa	6,90,007	30.32%	0.00%

Terms/Rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity shares is entitled to one vote per share. The dividend, if any, is proposed by the Board of Directors and is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

II. Instruments entirely Equity in Nature:

Particulars	As at March 31, 2025	As at March 31, 2024
Authorised:		
3,15,695 (Previous year 3,15,695) Series A Compulsorily Convertible Preference Shares of Rs. 10/- each having coupon rate of 0.01%	3.16	3.16
40,000 (Previous year 40,000) Series A1 Compulsorily Convertible Preference Shares of Rs. 13/- each having coupon rate of 0.01%	0.52	0.52
3,30,000 (Previous year 3,30,000) Series B Compulsorily Convertible Preference Shares of Rs. 10/- each having coupon rate of 0.01%	3.30	3.30
11,30,000 (Previous year 11,30,000) Series C Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	113.00	113.00
8,80,000 (Previous year 8,80,000) Series D Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	88.00	88.00
17,00,000 (Previous year 17,00,000) Series E Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	170.00	170.00
2,64,000 (Previous year 2,64,000) Series E 1 Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	26.40	26.40
2,74,728 (Previous year 2,74,728) Series E 2 Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	27.47	27.47
1,09,000 (Previous year 1,09,000) Series F 1 Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	10.90	10.90
26,60,000 (Previous year 26,60,000) Series F 2 Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	266.00	266.00



17,80,000 (Previous year 17,80,000) Series F 3 Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	178.00	178.00
11,30,000 (Previous year Nil) Series G Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	113.00	-
	999.75	886.75

Issued, Subscribed and paid up:

Particulars	As at March 31, 2025	As at March 31, 2024
57,396 (Previous year 57,396) Series A Compulsorily Convertible Preference Shares of Rs. 10/- each having coupon rate of 0.01%	0.57	0.57
38,096 (Previous year 38,096) Series A1 Compulsorily Convertible Preference Shares of Rs. 13/- each having coupon rate of 0.01%	0.50	0.50
3,24,812 (Previous year 3,24,812) Series B Compulsorily Convertible Preference Shares of Rs. 10/- each having coupon rate of 0.01%	3.25	3.25
11,23,518 (Previous year 11,23,518) Series C Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	112.35	112.35
8,73,162 (Previous year 8,73,162) Series D Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	87.32	87.32
16,91,491 (Previous year 16,91,491) Series E Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	169.15	169.15
2,63,208 (Previous year 2,63,208) Series E 1 Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	26.32	26.32
2,74,445 (Previous year 2,74,445) Series E 2 Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	27.44	27.44
1,07,835 (Previous year 1,07,835) Series F 1 Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	10.78	10.78
3,33,492 (Previous year 3,33,492) Series F 2 Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	33.35	33.35
17,75,306 (Previous year 17,75,306) Series F 3 Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	177.53	177.53
11,17,100 (Previous year Nil) Series G Compulsorily Convertible Preference Shares of Rs. 100/- each having coupon rate of 0.01%	111.71	-
	760.27	848.56

Reconciliation of Instruments entirely equity in nature and amount outstanding at the beginning and at the end of the year

Series A Compulsorily Convertible Preference shares

Particulars	Opening Balance	Fresh issue	Buy back	Other	Closing Balance
<u>As at March 31, 2025</u>					
- Number of shares	57,396	-	-	-	57,396
- Amount (in Rs. Million)	0.57	-	-	-	0.57
<u>As at March 31, 2024</u>					
- Number of shares	57,396	-	-	-	57,396
- Amount (in Rs. Million)	0.57	-	-	-	0.57

Series A1 Compulsorily Convertible Preference shares

Particulars	Opening Balance	Fresh issue	Buy back	Other	Closing Balance
<u>As at March 31, 2025</u>					
- Number of shares	38,096	-	-	-	38,096
- Amount (in Rs. Million)	0.50	-	-	-	0.50
<u>As at March 31, 2024</u>					
- Number of shares	38,096	-	-	-	38,096
- Amount (in Rs. Million)	0.50	-	-	-	0.50

Series B Compulsorily Convertible Preference shares

Particulars	Opening Balance	Fresh issue	Buy back	Other	Closing Balance
<u>As at March 31, 2025</u>					
- Number of shares	3,24,812	-	-	-	3,24,812
- Amount (in Rs. Million)	3.25	-	-	-	3.25
<u>As at March 31, 2024</u>					
- Number of shares	3,24,812	-	-	-	3,24,812
- Amount (in Rs. Million)	3.25	-	-	-	3.25

Series C Compulsorily Convertible Preference shares

Particulars	Opening Balance	Fresh issue	Buy back	Other	Closing Balance
<u>As at March 31, 2025</u>					
- Number of shares	11,23,518	-	-	-	11,23,518
- Amount (in Rs. Million)	112.35	-	-	-	112.35
<u>As at March 31, 2024</u>					
- Number of shares	11,23,518	-	-	-	11,23,518
- Amount (in Rs. Million)	112.35	-	-	-	112.35



Series D Compulsorily Convertible Preference shares

Particulars	Opening Balance	Fresh issue	Buy back	Other	Closing Balance
<u>As at March 31, 2025</u>					
- Number of shares	8,73,162	-	-	-	8,73,162
- Amount (in Rs. Million)	87.32	-	-	-	87.32
<u>As at March 31, 2024</u>					
- Number of shares	8,73,162	-	-	-	8,73,162
- Amount (in Rs. Million)	87.32	-	-	-	87.32

Series E Compulsorily Convertible Preference shares

Particulars	Opening Balance	Fresh issue	Buy back	Other	Closing Balance
<u>As at March 31, 2025</u>					
- Number of shares	16,91,491	-	-	-	16,91,491
- Amount (in Rs. Million)	169.15	-	-	-	169.15
<u>As at March 31, 2024</u>					
- Number of shares	16,91,491	-	-	-	16,91,491
- Amount (in Rs. Million)	169.15	-	-	-	169.15

Series E1 Compulsorily Convertible Preference shares

Particulars	Opening Balance	Fresh issue	Buy back	Other	Closing Balance
<u>As at March 31, 2025</u>					
- Number of shares	2,63,208	-	-	-	2,63,208
- Amount (in Rs. Million)	26.32	-	-	-	26.32
<u>As at March 31, 2024</u>					
- Number of shares	2,63,208	-	-	-	2,63,208
- Amount (in Rs. Million)	26.32	-	-	-	26.32

Series E2 Compulsorily Convertible Preference shares

Particulars	Opening Balance	Fresh issue	Buy back	Other	Closing Balance
<u>As at March 31, 2025</u>					
- Number of shares	2,74,445	-	-	-	2,74,445
- Amount (in Rs. Million)	27.44	-	-	-	27.44
<u>As at March 31, 2024</u>					
- Number of shares	2,74,445	-	-	-	2,74,445
- Amount (in Rs. Million)	27.44	-	-	-	27.44

Series F1 Compulsorily Convertible Preference shares

Particulars	Opening Balance	Fresh issue	Buy back	Other	Closing Balance
<u>As at March 31, 2025</u>					
- Number of shares	1,07,835	-	-	-	1,07,835
- Amount (in Rs. Million)	10.78	-	-	-	10.78
<u>As at March 31, 2024</u>					
- Number of shares	1,07,835	-	-	-	1,07,835
- Amount (in Rs. Million)	10.78	-	-	-	10.78

Series F2 Compulsorily Convertible Preference shares

Particulars	Opening Balance	Fresh issue	Buy back	Other	Closing Balance
<u>As at March 31, 2025</u>					
- Number of shares	3,33,492	-	-	-	3,33,492
- Amount (in Rs. Million)	33.35	-	-	-	33.35
<u>As at March 31, 2024</u>					
- Number of shares	3,33,492	-	-	-	3,33,492
- Amount (in Rs. Million)	33.35	-	-	-	33.35

Series F3 Compulsorily Convertible Preference shares

Particulars	Opening Balance	Fresh issue	Buy back	Other	Closing Balance
<u>As at March 31, 2025</u>					
- Number of shares	17,75,306	-	-	-	17,75,306
- Amount (in Rs. Million)	177.53	-	-	-	177.53
<u>As at March 31, 2024</u>					
- Number of shares	17,75,306	-	-	-	17,75,306
- Amount (in Rs. Million)	177.53	-	-	-	177.53

Series G Compulsorily Convertible Preference shares

Particulars	Opening Balance	Fresh issue	Buy back	Other	Closing Balance
<u>As at March 31, 2025</u>					
- Number of shares	-	11,17,100	-	-	11,17,100
- Amount (in Rs. Million)	-	111.71	-	-	111.71
<u>As at March 31, 2024</u>					
- Number of shares	-	-	-	-	-
- Amount (in Rs. Million)	-	-	-	-	-

Details of shareholders holding more than 5% shares in the Company



Series A CCPS

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
Dinesh J Hinduja	13,942	24.29%	13,942	24.29%
Amazon.com NV Investment Holdings LLC	43,454	75.71%	43,454	75.71%

Series A1 CCPS

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
Dinesh J Hinduja	38,096	100.00%	38,096	100.00%

Series B CCPS

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
Soros Economic Development Fund	2,16,606	66.68%	2,16,606	66.68%
SAIF Partners India IV Limited	1,08,206	33.31%	1,08,206	33.31%

Series C CCPS

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
Soros Economic Development Fund	1,72,662	15.37%	1,72,662	15.37%
SAIF Partners India IV Limited	4,97,064	44.24%	4,97,064	44.24%
Sequoia Capital India Investments IV	4,10,890	36.57%	4,10,890	36.57%

Series D CCPS

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
SAIF Partners India IV Limited	1,64,364	18.82%	1,64,364	18.82%
Sequoia Capital India Investments IV	51,364	5.88%	51,364	5.88%
Creation Investments CF LLC	5,13,616	58.82%	5,13,616	58.82%
Dinesh J Hinduja	29,164	3.34%	29,164	3.34%

Series E CCPS

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
SAIF Partners India IV Limited	2,96,748	17.54%	2,96,748	17.54%
Sequoia Capital India Investments IV	1,84,643	10.92%	1,84,643	10.92%
Creation Investments CF LLC	1,58,266	9.36%	1,58,266	9.36%
Rabbit Capital Mauritius IV	5,47,316	32.36%	5,47,316	32.36%
Amazon.com NV Investment Holdings LLC	5,04,518	29.83%	5,04,518	29.83%

Series E1 CCPS

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
SAIF Partners India V Limited	1,17,513	44.65%	1,17,513	44.65%
Sequoia Capital India Investments IV	1,45,695	55.35%	1,45,695	55.35%

Series E2 CCPS

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
Dinesh J Hinduja	18,548	6.76%	18,548	6.76%
SAIF Partners India IV Limited	53,448	19.47%	53,448	19.47%
Sequoia Capital India Investments IV	39,194	14.28%	39,194	14.28%
Rabbit Capital Mauritius IV	89,077	32.46%	89,077	32.46%
Amazon.com NV Investment Holdings LLC	74,182	27.03%	74,182	27.03%

Series F1 CCPS

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
Rabbit Capital Mauritius IV limited	1,07,835	100.00%	1,07,835	100.00%

Series F2 CCPS

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
Dinesh J Hinduja	86,548	25.95%	86,548	25.95%
Sequoia Capital India Investment IV	1,15,395	34.60%	1,15,395	34.60%
Creations Investment CF LLC	82,508	24.74%	82,508	24.74%
QED Innovations labs LLP	23,079	6.92%	23,079	6.92%
B Amrith Rau	17,309	5.19%	17,309	5.19%



Series F3 CCPS

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
LR India Holdings Ltd	17,75,306	100.00%	17,75,306	100.00%

Series G CCPS

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
Amazon.com NV Investment Holdings LLC	11,16,440	99.94%	-	0.00%

Terms / Rights attached to Instruments entirely equity in nature

Preference Shares

1. Seniority:

Series A, A1, B, C, D, E, E1, E2, F1, F2, F3 and G Compulsorily Convertible Preference shares ('CCPS') shall be participating, compulsorily convertible and non-cumulative preference shares and shall rank equal to and senior to all other Securities of the Company.

2. Voting Rights:

The holders of the CCPS shall be entitled to receive notice of and vote on all matters that are submitted to the vote of the Shareholders of the Company (including the holders of Equity Shares).

3. Terms of Conversion:

Series A CCPS: convertible into 1 (one) equity share
Series A1 CCPS: convertible into 1,2107 (one point two one zero seven) equity shares
Series B CCPS: convertible into 0.65 (point six five) equity share
Series C CCPS: convertible into 0.85 (point eight five) equity share
Series D CCPS: convertible into 0.9 (point nine) equity share
Series E CCPS: convertible into 1.11 (one point one one) equity share
Series E1 CCPS: convertible into 1 (one) equity share
Series E2 CCPS: convertible into 1 (one) equity share
Series F1 CCPS: convertible into 1 (one) equity share
Series F2 CCPS: convertible into 1 (one) equity share
Series F3 CCPS: convertible into 1 (one) equity share
Series G CCPS: convertible into 1 (one) equity share

The respective CCPS will be converted upon the following events whichever is earlier:

- on expiry of a period of 10 (Ten) years from the respective dates of issuance of each CCPS series;
- prior to the Qualified IPO;
- at the option of the holder of the respective CCPS;
- on the occurrence of a Liquidation Event.

In addition to above, for Series A and A1 CCPS, conversion may also be attracted immediately prior to transfer of such CCPS to any of the Promoters or Relatives of the Promoters, as per respective shareholders' agreement.

However, the holder of CCPS may seek conversion of all or any part of the CCPS held by it at any time at its discretion.

4. Nature:

The equity shares issued and allotted upon conversion of any or all of the CCPS Series shall rank pari-passu with all the other equity shares of the Company.

5. In the event of winding up or liquidation:

In the event of winding up or liquidation of the Company or the occurrence of a Liquidation Event, prior to payments to any class of shareholders including holders of any other preference shares (but pari-passu with the holders of the Series A CCPS, Series A1 CCPS, Series B CCPS, Series C CCPS, Series D CCPS, Series E CCPS, Series E1 CCPS, Series F1 CCPS, Series F2 CCPS, Series F3 CCPS and Series G CCPS) shall be entitled to be repaid an amount that is the sum total of (i) the subscription consideration including premium paid towards subscription of such Series and (ii) all dividend that has accrued in relation to respective CCPS but remains unpaid. Thereafter, all the Shareholders (including the Investors) shall be entitled to their pro rata share in the surplus amounts or profits on the basis of their Shareholding Percentage on a Fully Diluted Basis.

Shares allotted by way of bonus shares

Shares allotted by way of bonus shares

Particulars	As at March 31, 2025		As at March 31, 2024	
Securities (Compulsorily Convertible Preference Shares) convertible into equity shares	68,82,781		68,82,781	
Shares reserved for issue under Employee Stock Option Scheme-Issued, held with Trust	6,96,840		6,96,840	
Shares reserved for issue under Employee Stock Option Scheme-Unissued, held with Company	-		-	
Aggregate number of shares issued for a consideration other than cash during the period of five	27,04,036		27,04,036	

No bonus shares have been issued during the year (previous year NIL)

Details of shares issued as bonus, shares bought back and share issued for consideration other than cash for a period of five year immediately preceding balance sheet date: NIL

a) Shares held under ESOP trust

The Company has created an Employee Stock Option Scheme (ESOS) for share based payment to its employees.

ESOP is the primary arrangement under which share plan service incentives are provided to certain specified employees of the Company and its subsidiaries in India. For the purpose of the scheme, the Company issues shares to its ESOP trust. The Company considers ESOP trust as its extension and shares held by ESOP trust are treated as treasury shares.

The ESOP Trust held 6,96,840 shares as on March 31, 2025 and during the year the company has issued NIL equity shares to ESOP trust and till date ESOP trust has transferred 1,15,892 shares to employees of the Company (including employees of subsidiary).



CapFloat Financial Services Private Limited**Notes to standalone financial statements for the year ended March 31, 2025**

(CIN:U65993KA1993PTC074590)

(All amounts in Rs. millions, unless otherwise stated)

Note 22: Other Equity

Particulars	As at March 31, 2025	As at March 31, 2024
Statutory Reserve pursuant to Section 45-IC of the RBI Act, 1934	0.08	0.08
Securities Premium	13,277.46	11,806.89
Share Option Outstanding Account	1,196.52	1,307.97
Retained Earnings	(8,977.87)	(7,252.26)
Other Comprehensive Income	12.47	13.25
Total	5,508.66	5,875.93

a) Statutory Reserve pursuant to Section 45-IC of the RBI Act, 1934

Particulars	As at March 31, 2025	As at March 31, 2024
Opening Balance	0.08	0.08
Add: Transfer from Surplus in the Statement of Profit and Loss	-	-
Closing Balance	0.08	0.08

b) Securities Premium

Particulars	As at March 31, 2025	As at March 31, 2024
Opening Balance	11,806.89	11,806.89
Add: Issued during the period	1,548.29	-
Less : Securities issue expenses	(77.72)	-
Closing Balance	13,277.46	11,806.89

c) Share Option Outstanding Account

Particulars	As at March 31, 2025	As at March 31, 2024
Opening Balance	1,307.97	1,309.75
Add: Share Based Payment expenses	8.93	16.01
Add : In respect of ESOP expenses capitalized	5.06	10.45
Add : ESOP options issued to employees of subsidiary	7.91	17.06
Less: Reversed on account of Cancellation of ESOP	(133.36)	(45.30)
Closing Balance	1,196.51	1,307.97



CapFloat Financial Services Private Limited**Notes to standalone financial statements for the year ended March 31, 2025**

(CIN:U65993KA1993PTC074590)

(All amounts in Rs. millions, unless otherwise stated)

d) Retained Earnings

Particulars	As at March 31, 2025	As at March 31, 2024
Opening Balance	(7,252.26)	(7,042.80)
Add : Loss for the year	(1,858.97)	(254.76)
Transfer from ESOP reserve	133.36	45.30
Closing Balance	(8,977.87)	(7,252.26)

e) Other Comprehensive Income

Particulars	As at March 31, 2025	As at March 31, 2024
Opening Balance	13.25	12.96
Add: Remeasurement gain/(loss) on defined benefit plan	(0.78)	0.29
Closing Balance	12.47	13.25

Nature and purpose of Reserves**a) Statutory reserve**

The Company created a reserve pursuant to section 45 IC the Reserve Bank of India Act, 1934 by transferring amount not less than twenty per cent of its net profit every year as disclosed in the Statement of Profit and Loss and before any dividend.

b) Securities Premium Reserve

Securities premium reserve is used to record the premium on issue of shares. The reserve can be utilised only for limited purposes in accordance with the provisions of the Companies Act, 2013.

c) Share Option Outstanding Account

This Reserve relates to stock options granted by the Company to employees(Including of Subsidiary Company) under ESOP Schemes 2014. This Reserve is transferred to Securities Premium Account on exercise of vested options.

d) Retained Earnings

Retained Earnings is the accumulated profit /(loss) earned by the company.



CapFloat Financial Services Private Limited**Notes to standalone financial statements for the year ended March 31, 2025**

(CIN:U65993KA1993PTC074590)

(All amounts in Rs. millions, unless otherwise stated)

Note 23: Interest income

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
On financial assets measured at amortised cost		
Interest on loans	1,085.52	1,579.78
Interest on deposits with Banks	159.66	193.22
Total	1,245.18	1,773.00

Note 24: Fee income

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
Revenue from contracts with customers		
Income from co-lending	946.39	724.63
Other fee income on loans	773.59	400.23
Total	1,719.98	1,124.86
Geographical markets		
India	1,719.98	1,124.86
Outside India	-	-
Total revenue from contracts with customers	1,719.98	1,124.86
Timing of revenue recognition		
Services transferred at a point in time	1,719.98	1,124.86
Services transferred over time	-	-
Total revenue from contracts with customers	1,719.98	1,124.86

Note 25: Other income

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
Liabilities written back	-	103.45
Interest on income tax refund	3.58	2.62
Gain on Mutual Fund	6.69	-
Cheque Bounce Charges	83.30	51.32
Non fund exposure (FLDG) recovery	179.10	71.99
Other non operating income	10.56	78.96
Total	283.23	308.34



CapFloat Financial Services Private Limited**Notes to standalone financial statements for the year ended March 31, 2025**

(CIN:U65993KA1993PTC074590)

(All amounts in Rs. millions, unless otherwise stated)

Note 26: Finance Cost

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
On financial liabilities measured at amortised cost		
Interest on lease liability	4.55	7.98
Interest on borrowings (Term loans and Overdraft)	325.65	347.86
Interest on Commercial Papers	56.56	76.85
Interest on Debentures	395.16	411.49
Interest on securitised liabilities	49.47	63.38
Other Finance Cost	90.53	42.17
Total	921.92	949.73

Note 27: Impairment on financial instruments

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
On Financial instruments measured at amortised cost		
(i) Loans*	644.20	548.57
(ii) Non fund exposure [#]	1,454.51	510.68
(iii) Trade receivable [^]	1.36	0.68
(iv) Others receivable ^{**}	(0.59)	1.19
Total	2,099.48	1,061.12

* Consists loss on account of loans written off Rs. 702.84 million (March 31, 2024: Rs. 450.16 million) and ECL provision Reversal of Rs. 58.64 million (ECL Provision March 31, 2024 : Rs. 98.41 million) during the year.

[#] includes payments in respect of guarantees invoked Rs. 1,497.25 million (March 31, 2024: Rs. 310.42 million) which were issued by the Company for the co-lending arrangement.

[^]Consists the loss on account of trade receivables written off Rs. 0.17 million (March 31, 2024: 3.19) and ECL provision - Rs. 1.19 million (March 31, 2024 Reversal of ECL: Rs. 2.51 million) during the year.

^{**}Impairment on other receivable is in negative due to the reversal in the current financial year.

Note 28: Employee benefit expenses

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
Salaries and wages	410.10	406.46
Contribution to provident and other funds (Refer Note no. 33)	8.17	8.05
Share based payment to employees (Refer Note no. 33)	8.93	16.01
Staff welfare expenses	11.78	13.77
Gratuity expenses (Refer Note no. 33)	6.92	8.09
Total	445.90	452.38



CapFloat Financial Services Private Limited**Notes to standalone financial statements for the year ended March 31, 2025**

(CIN:U65993KA1993PTC074590)

(All amounts in Rs. millions, unless otherwise stated)

Note 29: Depreciation and amortisation

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
Depreciation on Property, plant and equipment	20.56	23.08
Depreciation on Intangible assets	26.04	27.13
Depreciation of Right of use assets	15.74	38.16
Total	62.34	88.37

Note 30: Other expenses

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
Repairs and others	1.47	0.85
Insurance	9.17	8.32
Rates & Taxes	8.07	2.03
Auditors Remuneration		
- as auditor	2.20	1.50
- tax audit fees	0.02	0.23
- for certification	0.05	-
Marketing expenses	85.54	5.36
Manpower Expenses	32.71	39.17
Commission and brokerage	564.84	493.86
Travelling expenses	16.69	15.10
Office maintenance	34.41	10.15
Communication expenses	43.35	10.44
Printing and stationery	4.69	0.34
Recruitment expenses	0.54	0.87
Membership and subscription	0.41	0.36
Customer onboarding charges	263.72	197.33
Collection cost	49.86	17.61
Electricity charges	7.06	7.09
Legal and professional charges	95.09	19.20
Software license fees	7.44	2.10
Technology expenses	128.19	47.11
Directors sitting fees	5.40	3.60
GST expenses	186.91	147.80
Loss on sale/write off of Property, Plant and Equipment	3.79	6.45
Bank Charges	2.23	0.63
Business Support Expenses (Net recovery of shared cost to subsidiary)*	23.80	66.96
Miscellaneous expenses	0.91	0.55
Total	1,578.56	1,105.01

*Capfloat Financial Services Private Limited (CFSPL) incurs expenditure like cloud server charges and other technology expenses which is for the common benefit of itself and its subsidiary Axio Digital Private Limited (ADPL). This cost so expanded is recovered by CFSPL based on the actual expenditure incurred, the number of employees and volume of business etc based on GST cross charge provisions.



Note 31: Income Tax

As per Ind AS 12, a deferred tax asset shall be recognised for deductible temporary differences (including unused tax losses) only to the extent that it is probable that taxable profit will be available against which the deductible temporary differences can be utilised. Based on a evaluation, management has assessed that it is not appropriate to recognise any deferred tax asset as at the reporting date.

As per the income-tax return for AY 2024-25, the Company has Rs. 4777.79 million of accumulated losses and unabsorbed depreciation under Income-tax on which the Company has not created deferred tax assets.

Note 32: Earnings per share (EPS)

Basic EPS amounts are calculated by dividing the profit /(loss) for the year attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the year. Diluted EPS amounts are calculated by dividing the profit /(loss) for the year attributable to equity holders of the Company by the weighted average number of equity shared outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
Following reflects the profit and share data used in EPS computations:		
Basic		
Weighted average number of equity shares and compulsory convertible preference shares for computation of Basic EPS (in No.'s)	89,45,359.38	82,65,917.75
Net profit / (loss) for calculation of basic EPS (In millions)	(1,858.97)	(254.76)
Basic earning per share (In Rs.)	(207.81)	(30.82)
Diluted		
Weighted average number of equity shares for computation of Diluted EPS**	89,45,359.38	82,65,917.75
Net profit for calculation of Diluted EPS (in million)	(1,858.97)	(254.76)
Diluted earning per share (In Rs.)	(207.81)	(30.82)
** The Company has 5,29,063 ESOPs (March 31, 2024: 5,79,258) outstanding as on March 31, 2025 which are considered anti-dilutive due to the loss during the year. Hence, the disclosure is restricted to basis EPS. Mandatorily convertible instruments being entirely equity in nature have been considered for basic EPS.		
Reconciliation of profit for calculation of diluted EPS		
Net profit for calculation of basic EPS (Rs. in millions)	(1,858.97)	(254.76)
(Add) Interest on optionally convertible debentures (net of provision)	-	-
Net profit for calculation of Diluted EPS (Rs. in millions)	(1,858.97)	(254.76)
Reconciliation of Weighted average number of shares outstanding (in No.'s)		
Weighted average number of equity shares for computation of Basic EPS	22,75,434.00	22,75,434.00
(Add) Mandatorily Convertible Shares/Debt Securities	73,66,765.38	66,87,323.74
(Less) Weighted Average of treasury shares held by the ESOP Trust	6,96,840.00	6,96,840.00
Weighted average number of shares for computation of Basic EPS	89,45,359.38	82,65,917.75
Nominal / Face Value of equity shares (In Rs.)	10.00	10.00

In view of losses during the current and previous year, the options which are anti dilutive have been ignored in the calculation of diluted Earning per share. Accordingly there is no variation between Basic and diluted Earning per share.



Note 33: Retirement benefit plan

i) Defined contribution plan

During the year, the Company has recognised the following amounts in the Statement of profit and loss:

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
Employers' Contribution to Employee's Provident Fund ¹	8.09	7.98
	8.09	7.98

¹ Provident fund is a defined contribution plan. The contribution towards provident fund has been deposited with Regional Provident Fund Commissioner and is charged to Statement of Profit and Loss.

ii) Defined benefit plan

The Company has a defined benefit gratuity plan (unfunded). The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the act, employee who has completed five years of service is entitled to specific benefit. The level of benefits provided depends on the member's length of service and last drawn salary upto the ceiling limit of Rs. 2 million.

Through its defined benefit plans the Company is exposed to a number of risks, the most significant of which are detailed below:

a) Change in bond yields -

A decrease in government bond yields will increase plan liabilities.

b) Inflation risk -

The present value of some of the defined benefit plan obligations are calculated with reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

c) Life expectancy -

The present value of defined benefit plan obligation is calculated by reference to the best estimate of the mortality of plan participants, both during and after the employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

The following tables summarise the components of net benefit expense recognised in the statement of profit or loss, remeasurement gains/losses recognised in OCI and amounts recognised in the balance sheet for the respective plans:

Table showing change in the present value of projected benefit obligation

Particulars	As at March 31, 2025	As at March 31, 2024
Change in benefit obligations		
Present value of benefit obligation at the beginning of the year	39.13	35.13
Interest on defined benefit obligation	2.42	2.36
Current Service cost	4.50	5.73
Liability Transferred In/(Out) Slump Sale	-	-
(Benefit Paid From the Fund)	(8.90)	(3.61)
Actuarial (Gains) on Obligations - Due to Change in Demographic Assumptions	(2.33)	1.59
Actuarial (Gains) on Obligations - Due to Change in Financial Assumptions	(1.67)	0.19
Actuarial Losses on Obligations - Due to Experience adjustment	4.78	(2.07)
Liability at the end of the year	37.93	39.13



Table Showing Change In the Fair Value of Plan Assets

Particulars	As at March 31, 2025	As at March 31, 2024
Fair Value of Plan Assets at the Beginning of the Period		
Interest income	-	-
Contributions by the Employer	8.90	3.81
Benefit Paid From the Fund	(8.90)	(3.81)
Return on Plan Assets, Excluding Interest Income	-	-
Fair Value of Plan Assets at the End of the Period	-	-

Amount recognized in the Balance Sheet

Particulars	As at March 31, 2025	As at March 31, 2024
Present value of unfunded defined benefit obligation	37.93	39.13
Amount not recognized due to asset limit	-	-
Net defined benefit liability / (asset) recognized in balance sheet	37.93	39.13

Expenses recognized in the Statement of Profit and Loss

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
Current service cost	4.50	5.73
Interest on net defined benefit liability / (asset)	2.42	2.36
Total expense charged to profit and loss account	6.92	8.09

Expenses recognized in the Other comprehensive income (OCI)

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
Opening amount recognized in OCI outside profit and loss account	(13.25)	(12.96)
Remeasurements during the period due to		
Changes in financial assumptions	(1.67)	0.19
Changes in demographic assumptions	(2.33)	1.59
Experience adjustments	4.78	(2.07)
Closing amount recognized in OCI outside profit and loss account	(12.47)	(13.25)

The actuarial assumptions used to determine benefit obligations as at March 31, 2025 and March 31, 2024 are as follows:

Particulars	As at March 31, 2025	As at March 31, 2024
Discount Rate	6.53%	6.97%
Salary escalation rate	9%	11%
Rate of Employee Turnover	37%	19%
Mortality Rate	100% of IALM 12-14	100% of IALM 12-14
Disability Rate	No explicit assumptions	No explicit assumptions



Balance sheet reconciliation

Particulars	As at March 31, 2025	As at March 31, 2024
Opening net liability	39.13	35.13
Expenses recognized in Statement of Profit and Loss	6.92	8.09
Liability Transferred In/Acquisition	-	-
Expenses recognized in OCI	0.78	(0.29)
Benefits paid	(8.90)	(3.81)
Net liability recognized in the Balance Sheet	37.93	39.13

Cash Flow Projection

Expected cash flow profile of the benefits to be paid to the current membership of the plan based on past service of the employees as at the valuation date

Particulars	As at March 31, 2025	As at March 31, 2024
Expected benefits for year 1	13.55	6.36
Expected benefits for year 2	9.50	6.07
Expected benefits for year 3	6.57	5.49
Expected benefits for year 4	4.73	5.04
Expected benefits for year 5	3.28	4.63
Expected benefits for year 6	2.26	4.16
Expected benefits for year 7	1.55	3.61
Expected benefits for year 8	1.04	3.31
Expected benefits for year 9	0.68	2.98
Expected benefits for year 10 and above	0.45	2.49

Expected contribution to fund in the next year

Particulars	As at March 31, 2025	As at March 31, 2024
Expected contribution to fund in the next year	4.51	5.73

Sensitivity analysis

Particulars	As at March 31, 2025	As at March 31, 2024
Projected benefit obligation on current assumptions		
Delta effect of +0.5% change in rate of discounting	37.51	38.22
Delta effect of -0.5% change in rate of discounting	38.34	40.07
Delta effect of +0.5% change in rate of salary increase	38.25	39.94
Delta effect of -0.5% change in rate of salary increase	37.61	38.34
Delta effect of +0.5% change in withdrawal rate	37.88	38.99
Delta effect of -0.5% change in withdrawal rate	37.98	39.26

Compensated absences :

Particulars	As at March 31, 2025	As at March 31, 2024
Present value of unfunded obligation*	30.01	34.45
Expenses recognised in the Statement of Profit and Loss	(5.99)	(5.60)
Discount Rate	6.53%	6.97%
Salary escalation rate	9%	11%

*Includes sick leave provision of Rs Nil million (PY: Rs 2.76 million)



Capfloat Financial Services Private Limited (Formerly Zen Lefin Private Limited)
Notes to standalone financial statements for the year ended March 31, 2025
(IN: UN6995XCA1003P10746380)
(All amounts in Rs. millions, unless otherwise stated)

Note 34: Employee Stock Option Scheme (ESOS)

The company provides share based payment schemes to its employees and employees of its subsidiary company. For the year ended March 31, 2025 following Employee Stock Option Plans (ESOPs) were in existence. The relevant details of the schemes and the grants are as below:

On February 1, 2014, the board of directors approved the Equity Settled ESOP Scheme 2014 (Scheme 2014) for issue of stock options. The Company has also granted 3444 stock options to its consultants as on February 2, 2014. Apart from this, 8,96,840 shares are owned by Capital Float Employee Welfare Trust and 115,892 shares are held by employees of the company and its subsidiary pursuant to exercise of grants as at March 31, 2025.

(i) Details of all grants in operation during the year ended March 31, 2025 are as given below:

Grant	Granted to Employees of	Date/Date range of grant	No. of options approved	No. of options granted	Exercise price per option (in Rs.)	Method of settlement	Vesting period	Fair Value per Option on grant date (Rs.)
I	Company*	Feb'14 to Mar'15	63,530	63,530	10.00	Equity	3-4 years	512.50
II	Company	Apr'15 to Sep'15	1,39,106	1,39,106	10.00	Equity	3-4 years	681.00
III	Company	Oct'15 to Mar'16	8,362	8,362	10.00	Equity	4 years	681.00
IV	Company	Apr'16 to Mar'17	65,250	65,250	10.00	Equity	4 years	1,931.50
V	Company	Apr'17 to Mar'18	3,743	3,743	10.00	Equity	4 years	2,123.00
V	Subsidiary	Apr'17 to Mar'18	1,015	1,015	10.00	Equity	4 years	2,123.00
VI	Company	Apr'17 to Mar'18	52,739	52,739	250.00	Equity	4 years	1,803.00
VII	Company	Apr'18 to Aug'18	36,540	36,540	250.00	Equity	4 years	1,916.00
VII	Subsidiary	Apr'18 to Aug'18	325	325	250.00	Equity	4 years	1,916.00
VIII	Company	Sep'18 to Mar'19	659	659	250.00	Equity	4 years	3,545.71
VIII*	Subsidiary	Sep'18 to Mar'19	1,99,149	1,99,149	10.00	Equity	4 years	3,785.71
IX	Subsidiary	Sep'18 to Mar'19	30,719	30,719	250.00	Equity	4 years	3,545.71
X	Company	May'19 to Nov'19	57,268	57,268	800.00	Equity	4 years	3,190.34
X	Subsidiary	May'19 to Nov'19	8,554	8,554	800.00	Equity	4 years	3,190.34
XI	Company	Apr'20 to Feb'21	10,191	10,191	800.00	Equity	1 year	3,296.45
XI	Subsidiary	Apr'20 to Feb'21	10,684	10,684	800.00	Equity	4 years	3,351.35
XI	Subsidiary	Apr'20	1,911	1,911	900.00	Equity	1 year	3,296.45
XI	Subsidiary	Apr'20	4,575	4,575	900.00	Equity	4 years	3,351.35
XI	Subsidiary	Apr'21	1,454	1,454	900.00	Equity	4 years	3,351.35
XII	Company	May'21	25	25	900.00	Equity	4 years	3,351.35
XII	Company	Dec'21	1,30,370	1,30,370	200.00	Equity	4 years	1,175.16
XII	Subsidiary	Apr'21	611	611	800.00	Equity	1 year	3,296.45
XII	Subsidiary	Apr'21	751	751	800.00	Equity	4 year	3,351.35
XII	Subsidiary	Jul'21	250	250	800.00	Equity	4 years	3,351.35
XII	Subsidiary	Dec'21	83,064	83,064	200.00	Equity	4 years	1,175.16
XII	Subsidiary	Mar'22	308	308	200.00	Equity	4 years	1,175.16
XIII	Company	Apr'22 to Feb'23	11,432	11,432	200.00	Equity	4 years	1,192.68
XIII	Subsidiary	Apr'22 to Feb'23	11,856	11,856	200.00	Equity	4 years	1,192.68
XIV	Company	May'23	77	77	200.00	Equity	4 years	1,180.43
XIV	Company	Oct'23	2,309	2,309	200.00	Equity	4 years	1,184.21
XV	Company	May'24	154	154	200.00	Equity	4 years	1,181.47
XV	Company	Jul'24	5,774	5,774	650.00	Equity	4 years	912.58

* Grant letters for this scheme have infinite exercise period. For valuation purposes, the exercise period has been assumed to be 10 years from date of grant.

*This includes 3444 ESOPs granted to its consultants on February 02, 2014.

Vesting conditions:

The Options would vest only if the Option Grantee continues to be in employment of the Company on the date that they are due to vest. No options would vest in case employment is severed and in such case the date of resignation / termination shall be considered for reckoning the period of vesting.



Capfloat Financial Services Private Limited (Formerly Zen Lefin Private Limited)

Notes to standalone financial statements for the year ended March 31, 2025

(IN:U65903KA1903PTC074500)

(All amounts in Rs. millions, unless otherwise stated)

(ii) The expense recognised for employee services received during the year is shown in the

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
Expense arising from equity-settled share-based payment transactions*	8.93	16.01
Total	8.93	16.01

* Net of capitalised ESOP expenses of Rs. 5.05 Million (Previous Year Rs. 10.45 Millions)

Method used for accounting for share based payment plan.

The Company uses fair value to account for the compensation cost of stock options to employees of the Company.

(iii) Movement in the options outstanding under the Employees Stock Option Plan for the year ended 31 March 2025

Grant	Granted to Employees of	Options outstanding at April 1, 2024	Adjustments to opening balance	Granted during the year	Forfeited during the year	Exercised during the year	Expired / lapsed during the year	Outstanding at March 31, 2025	Exercisable at March 31, 2025	Weighted average remaining contractual life (in years)	Weighted average share price at the time of exercise	Date/Date range of grant
I	Company	4,884	-	-	-	-	-	4,884	4,884	-	-	Feb'14 to Mar'15
II	Company	42,117	-	-	-	-	16,438	25,679	25,679	-	-	Apr'15 to Sep'15
III	Company	902	-	-	-	-	-	902	902	-	-	Oct'15 to Mar'16
IV	Company	31,759	-	-	-	-	23,041	8,718	8,718	-	-	Apr'16 to Mar'17
V	Company	-	-	-	-	-	-	-	-	-	-	Apr'17 to Mar'18
VI	Company	28,103	-	-	-	-	7,182	20,921	20,921	-	-	Apr'17 to Mar'18
VII	Subsidiary	1,015	-	-	-	-	-	1,015	1,015	-	-	Apr'17 to Mar'18
VIII	Company	20,790	-	-	-	-	4,063	16,727	16,727	-	-	Apr'18 to Aug'18
IX	Subsidiary	325	-	-	-	-	-	325	325	-	-	Apr'18 to Aug'18
X	Company	659	-	-	-	-	-	659	659	-	-	Sep'18 to Mar'19
XI	Subsidiary	1,70,628	-	-	-	-	-	1,70,628	1,70,628	-	-	Sep'18 to Mar'19
XII	Subsidiary	16,951	-	-	-	-	-	16,975	16,975	-	-	Sep'18 to Mar'19
XIII	Company	34,728	-	-	-	-	-	34,728	34,728	-	-	May'19 to Nov'19
XIV	Subsidiary	6,716	-	-	-	-	-	6,716	6,716	-	-	May'19 to Nov'19
XV	Company	9,962	-	-	-	-	-	9,962	9,962	-	-	Apr'20 to Feb'21
XVI	Subsidiary	5,969	-	-	-	-	-	5,969	5,969	-	-	Apr'20 to Feb'21
XVII	Company	1,905	-	-	-	-	-	1,905	1,905	-	-	Apr'20 to Feb'21
XVIII	Subsidiary	2,610	-	-	-	-	-	2,610	2,610	-	-	Apr'20 to Feb'21
XIX	Company	501	-	-	-	-	-	501	501	-	-	Apr'20 to Feb'21
XX	Subsidiary	943	-	-	-	-	-	943	943	-	-	Apr'20 to Feb'21
XXI	Company	7	-	-	-	-	-	7	7	-	-	Apr'21 to May'21
XXII	Subsidiary	1,12,176	-	-	-	1,146	-	1,10,450	93,805	0.50	-	Dec'21 to Apr'21
XXIII	Subsidiary	611	-	-	-	-	-	611	611	-	-	Apr'21 to Apr'21
XXIV	Subsidiary	187	-	-	-	-	-	187	187	-	-	Apr'21 to Apr'21
XXV	Subsidiary	250	-	-	-	-	-	219	219	0.18	-	Jul'21 to Jul'21
XXVI	Subsidiary	89,542	-	-	-	987	-	88,555	48,860	0.90	-	Dec'21 to Mar'22
XXVII	Subsidiary	154	-	-	-	-	-	154	154	-	-	Mar'22 to Mar'22
XXVIII	Company	11,095	-	-	-	505	-	10,590	6,885	0.69	-	Apr'22 to Feb'23
XXIX	Subsidiary	11,673	-	-	-	73	-	11,600	7,372	0.67	-	Apr'22 to Feb'23
XXX	Company	77	-	-	-	-	-	77	33	1.15	-	May'23 to May'23
XXXI	Subsidiary	2,309	-	-	-	2,309	-	-	-	-	-	Oct'23 to Oct'23
XXXII	Company	154	-	-	-	-	-	154	-	-	-	May'24 to May'24
XXXIII	Subsidiary	5,714	-	-	-	-	-	5,714	-	-	-	Jul'24 to Jul'24
Total		5,79,258	-366	5,928	5,023	50,734	50,734	5,29,063	4,88,677	1.54	-	



The value of the underlying shares has been determined by an independent valuer. The following assumptions were used for calculation of fair value of grants in accordance with Black Scholes model, for options granted during the financial year:

Grant	Grant Period	Fair Valuation	Exercise price (Rs.) per share	Risk free interest rate	Expected life (years)	Expected volatility	Dividend yield	Price of the underlying share in the market at the time of the option grant (Rs.) - adjusted for bonus stock splits
I	Feb'14 to Mar'15	2-Feb-14	10.00	8.93%	5.5 - 7.01	NIL	NIL	522.50
II	Apr'15 to Sep'15	1-Jun-14	10.00	7.83%	5.5 - 7.01	NIL	NIL	881.00
III	Oct'15 to Mar'16	19-Oct-15	10.00	7.56%	5.5 - 7.01	NIL	NIL	681.00
IV	Apr'16 to Mar'17	10-May-16	10.00	7.45%	5.5 - 7.01	NIL	NIL	1,941.50
V	Apr'17 to Mar'18	1-Oct-16, 1-Jan-17	10.00	6.84%	5.5 - 7.01	NIL	NIL	2,133.00
VI	Apr'17 to Mar'18	21-Aug-17, 1-Sep-17	250.00	6.84%	5.5 - 7.01	NIL	NIL	2,133.00
VII	Apr'18 to Aug'18	09-Nov-17	250.00	7.42%	5.5 - 7.01	NIL	NIL	2,215.00
VIII	Sep'18 to Mar'19	01-Apr-18	10.00	8.23%	5.5 - 7.01	NIL	NIL	2,795.71
IX	Sep'18 to Mar'19	11-Sep-18	250.00	8.23%	5.5 - 7.01	NIL	NIL	3,795.71
X	May'19 to Nov'19	01-Nov-19	800.00	8.37%	5.5 - 7.01	NIL	NIL	3,999.34
XI	Apr'20 to Feb'21	01-Apr-20	800.00	5.85%	4.5	NIL	NIL	3,914.30
XII	Apr'20 to Feb'21	01-Apr-20	800.00	6.21%	4.5 - 6.00	NIL	NIL	3,914.30
XIII	Apr'20 to Feb'21	17-Nov-20	800.00	8.42%	5.13 - 6.63	NIL	NIL	3,914.30
XIV	Dec'21	31-Dec-21	200.00	6.41%	6.00 - 9.00	NIL	NIL	1,299.00
XV	Mar'22	31-Dec-21	200.00	6.41%	6.00 - 8.00	NIL	NIL	1,299.00
XVI	Apr'22 to Feb'23	Apr'22 to Feb'23	200.00	7.24%	5.00	NIL	NIL	1,299.00
XVII	May'23	May'23	200.00	7.00%	5.00	NIL	NIL	1,299.00
XVIII	Oct'23	Oct'23	200.00	7.44%	5.00	NIL	NIL	1,299.00
XIX	May'24	May'24	200.00	7.12%	5.00	NIL	NIL	1,299.00
XX	Jul'24	Jul'24	650.00	5.94%	5.00	NIL	NIL	1,299.00

(vi) Shares held with the employee welfare trust for exercise under Employee Stock Option Plan

Particulars	No. of stock options/equity shares
a. Stock options available with the Employee Welfare Trust as on 31 March 2024	6,36,840
b. Equity shares allotted to Employee Welfare Trust during FY 2024-25	-
c. Stock Options exercised during FY 2024-25	-
d. Balance stock options available with Employee Welfare Trust on 31 March 2025 (a+b-c)	6,36,840

The unexercised equity shares held by the trust at the close of the year have been reduced against the share capital as the trust is administered by the Company itself.



CapFloat Financial Services Private Limited**Notes to standalone financial statements for the year ended March 31, 2025**

(CIN:U65993KA1993PTC074590)

(All amounts in Rs. millions, unless otherwise stated)

Note 35: Transferred financial assets that are not derecognised in their entirety**Securitisation:**

The Company uses securitisations as a source of finance. Such transactions generally result in the transfer of contractual cash flows from portfolios of financial assets to holders of issued debt securities. However, the company provides credit enhancement in such transactions and hence continues to remain exposed to the credit risk of the loans transferred. Accordingly, securitisation has resulted in the continued recognition of the securitised assets.

The following tables provide a summary of financial assets that have been transferred in such a way that part or all of the transferred financial assets do not qualify for derecognition, together with the associated liabilities:

Loans and advances measured at amortised cost	As at March 31, 2025	As at March 31, 2024
Carrying amount of transferred assets measured at amortised cost	500.76	427.94
Carrying amount of associated liabilities	(389.13)	(301.06)
Fair value of assets	500.76	427.94
Fair value of associated liabilities	(389.13)	(301.06)

The carrying amount of above assets and liabilities is a reasonable approximation of fair value.



(All amounts in Rs. millions, unless otherwise stated)

(All amounts in Rs. millions, unless otherwise stated)

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled.



Note 37: Change in liabilities arising from financing activities

Particulars	As at March 31, 2024	Cash Flows	Other	As at March 31, 2025
Debt Securities	3,851.05	(1,050.77)	(6.01)	2,794.27
Borrowings other than debt securities	4,424.24	(1,711.44)	(17.25)	2,695.55
Total	8,275.29	(2,762.21)	(23.26)	5,489.82

Particulars	As at March 31, 2023	Cash Flows	Other	As at March 31, 2024
Debt Securities	4,007.77	(148.48)	(8.24)	3,851.05
Borrowings other than debt securities	3,123.82	1,297.36	3.06	4,424.24
Total	7,131.59	1,148.88	(5.18)	8,275.29

Note 38: Contingent liabilities, commitments

(A) Contingent Liabilities

In the ordinary course of business, the Company faces claims and assertions by various parties. The Company assesses such claims and assertions and monitors the legal environment on an ongoing basis, with the assistance of external legal counsel, wherever necessary. The Company records a liability for any claims where a potential loss is probable and capable of being estimated and discloses such matters in its financial statements, if material. For potential losses that are considered possible, but not probable, the Company provides disclosure in the financial statements but does not record a liability in its accounts unless the loss becomes probable.

The Company believes that the outcome of these proceedings will not have a materially adverse effect on the Company's financial position and results of operations.

a. Contingent Liabilities not provided for in respect of:

Particulars	As at March 31, 2025	As at March 31, 2024
Income tax matters - appeals by Company	3.95	3.95
Corporate guarantees given by Company	750.25	635.19
Total	754.20	639.14

Note: Corporate guarantees given by the company is to various co-lenders amount to Rs. 750.25 Mn (March 31, 2024 Rs. 635.19). The corporate guarantee given by the Company net off impairment provision of Rs. 361.34 Mn (March 31, 2024 Rs. 403.03 Mn) is Rs. 388.91 Mn (March 31, 2024 Rs. 232.16 Mn). Further the company has also the lien marked fixed deposit amount to Rs. 262.39 Mn (March 31, 2024 Rs. 357.25 Mn)

(B) Commitments

Particulars	As at March 31, 2025	As at March 31, 2024
Undrawn Loan Commitments	4.40	5.69
Total	4.40	5.69



Note 39: Related party disclosures

Relationship

A) Subsidiary company

Name of the party
Axio Digital Private Limited (Previously known as Thumbworks Technologies Private Limited)
Axio Capital Private Limited

B) Associates / Enterprises owned or significantly influenced by key management personnel or their relatives

Gaurav Sashtank Barigadda Financial Ventures Private Limited
Zen Leffin Digital Services Private Limited (Previously known as Gaurav Sashtank Business Software Ventures Private Limited)
Digital Lenders association of India
Valiant Investments & Trades Pvt Ltd
Gokaldas ventures
DNG Enterprises

C) Key Management Personnel

Name	Designation
Gaurav Hirshiga	Executive Director
Sashtank Rishyasinga	Executive Director
Ira Malhotra	Independent Director
Murali Venkataraman	Independent Director
Akshay Sarma	Chief Financial Officer
Impara HP	Company Secretary (till August 17, 2023)
Seema Patel	Company Secretary (w.e.f August 4, 2023-March 31, 2025)
Nautil Agarwal	Company Secretary (w.e.f March 31, 2025)

D) Relatives of Key Management Personnel

Dinesh Jhamandas Hinduja
Namitha Hinduja
Nalini Hinduja
Jai Shamsunder Rupani
Priya Rudhika Shah

Transactions with related parties:

Particulars	Subsidiary Company		Associates / Enterprises owned or significantly influenced by Key Management Personnel or their relatives		Key Management Personnel		Relatives of Key Management Personnel	
	Year Ended March 31, 2025	Year Ended March 31, 2024	Year Ended March 31, 2025	Year Ended March 31, 2024	Year Ended March 31, 2025	Year Ended March 31, 2024	Year Ended March 31, 2025	Year Ended March 31, 2024
Transactions								
Remuneration to Directors								
Gaurav Hinduja	-	-	-	-	20.40	20.00	-	-
Sashtank Rishyasinga	-	-	-	-	10.20	10.00	-	-
					10.20	10.00	-	-
Remuneration to other KMPs								
Akshay Sarma	-	-	-	-	20.77	16.03	-	-
Impara HP	-	-	-	-	16.45	13.88	-	-
Seema Patel	-	-	-	-	-	1.08	-	-
Nautil Agarwal (Accred as compliance head till March 30, 2025)	-	-	-	-	1.72	1.10	-	-
					2.61	-	-	-
Sitting Fees								
Murali Venkataraman	-	-	-	-	5.40	3.60	-	-
Ira Malhotra	-	-	-	-	2.70	1.90	-	-
					2.70	1.70	-	-
Axio Digital Private Limited								
Interest service fees income (Net of expense)	1,424.82	1,268.52			-	-	-	-
Subvention Charges	652.67	516.88			-	-	-	-
Car Lease Income	216.81	178.54			-	-	-	-
Collection service income	1.46	1.90			-	-	-	-
Interest Income	0.02	0.02			-	-	-	-
ESOP receivables during the year	7.91	69.24			-	-	-	-
Business Support Fees - Expense (net of income)	23.80	17.06			-	-	-	-
Referral Fees paid	514.24	427.93			-	-	-	-





Particulars	Subsidiary Company		Associates / Enterprises owned or significantly influenced by Key Management Personnel or their relatives		Key Management Personnel		Relatives of Key Management Personnel	
	Year Ended March 31, 2025	Year Ended March 31, 2024	Year Ended March 31, 2025	Year Ended March 31, 2024	Year Ended March 31, 2025	Year Ended March 31, 2024	Year Ended March 31, 2025	Year Ended March 31, 2024
Rent paid								
Dinesh Jhamandas Hinduja							30.04	39.38
							30.04	39.38
Borrowings taken								
DNG Enterprises			69.50	510.00			100.00	317.00
Gokaldas Ventures			50.00	340.00				
Jai Shamsunder Rupani				160.00				
Nalini Dinesh Hinduja							22.50	79.50
Namitha Hinduja Rupani							50.00	150.00
Priya Radhika Shah							22.50	87.50
Vallant Investments & Trades Pvt Ltd			19.50	10.00			5.00	
Borrowings repaid								
DNG Enterprises			367.25	90.00			314.75	101.33
Gokaldas Ventures			247.50	80.00				
Jai Shamsunder Rupani			110.00	25.00			66.00	26.33
Nalini Dinesh Hinduja							172.50	50.00
Namitha Hinduja Rupani							73.75	25.00
Priya Radhika Shah							2.50	
Vallant Investments & Trades Pvt Ltd			9.75	5.00				
Membership / Subscription fees								
Digital Lenders Association of India			0.57	0.72				
			0.57	0.72				
Interest Expense								
DNG Enterprises			45.21	49.88			32.32	34.93
Gokaldas Ventures			29.77	30.49				
Jai Shamsunder Rupani			13.36	14.79			4.35	7.31
Nalini Dinesh Hinduja							22.44	21.06
Namitha Hinduja Rupani							5.15	6.57
Priya Radhika Shah							0.39	
Vallant Investments & Trades Pvt Ltd			2.08	4.90				
Expenses incurred on behalf of Axio Capital Pvt Ltd	1.62	1.46						

Particulars	Subsidiary Company		Associates / Enterprises owned or significantly influenced by Key Management Personnel or their relatives		Key Management Personnel		Relatives of Key Management Personnel	
	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
Balances								
Balance outstanding as at the year end:								
Axio Digital Private Limited	4,050.34	4,402.86						
Loans & advances given		386.25						
Other receivable	127.89	119.98						
Investments	3,825.75	3,825.75						
Receivable from Subsidiary	96.71	70.89						
Axio Capital Private Limited								
Investments	105.00	107.49						
Other receivable	105.00	105.00						
		2.48						



Particulars	Subsidiary Company		Associates / Enterprises owned or significantly influenced by Key Management Personnel or their relatives		Key Management Personnel		Relatives of Key Management Personnel	
	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
Gaurav Sashank Business Software Ventures Pvt Ltd	-	-	0.82	0.82	-	-	-	-
Other receivable	-	-	0.82	0.82	-	-	-	-
Security Deposit	-	-	-	-	-	-	7.50	7.50
Dinesh Jhamandas Hinduja	-	-	-	-	-	-	7.50	7.50
Borrowings	-	-	201.83	171.29	-	-	426.93	341.09
DNG Enterprises	-	-	136.28	-	-	-	-	-
Gokaldas Ventures	-	-	55.47	166.28	-	-	-	-
Jai Shantisunder Rupani	-	-	-	-	-	-	11.32	53.56
Nasim Dinesh Hinduja	-	-	-	-	-	-	100.95	274.60
Narindra Hinduja Rupani	-	-	-	-	-	-	11.32	62.93
Priva Radhika Shah	-	-	-	-	-	-	3.34	-
Valant Investments & Trades Pvt Ltd	-	-	10.08	5.01	-	-	-	-

Compensation of key management personnel

Key management personnel are those individual who have the authority and responsibility for planning, directing and controlling the activities of the company. The company considers the executing directors, independent directors, chief financial officer and company secretary to be key management personnel for the purpose of Ind AS 24 'Related Party Disclosure'.

Particulars	Year Ended	
	March 31, 2025	March 31, 2024
Short-term employee benefits	46.57	39.63
Post-employment pension (defined contribution)	-	-
Termination benefits	-	-
Share-based payments	-	-
Total	46.57	39.63

Note:

- Related parties have been identified on the basis of the declaration received by the management and other records available.
- Provisions for gratuity, compensated absences and other long term service benefits are made for the Company as a whole and the amounts pertaining to the key managerial personnel are not specifically identified and hence are not included above.
- The Company enters into transactions, arrangements and agreements involving related parties in the ordinary course of business under the same commercial and market terms, interest and commission rates that apply to non-related parties.



CapFloat Financial Services Private Limited**Notes to standalone financial statements for the year ended March 31, 2025**

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(All amounts in Rs. millions, unless otherwise stated)

Note 40: Capital

The Company maintains an actively managed capital base to cover risks inherent in the business and is meeting the capital adequacy requirements of the local banking supervisor, Reserve Bank of India (RBI) of India. The adequacy of the Company's capital is monitored using, among other measures, the regulations issued by RBI.

Capital Management

The primary objectives of the Company's capital management policy are to ensure that the Company complies with externally imposed capital requirements and maintains strong credit ratings and healthy capital ratios in order to support its business and to maximise shareholder value.

The Company manages its capital structure and makes adjustments to it according to changes in economic conditions and the risk characteristics of its activities. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividend payment to shareholders, return capital to shareholders or issue capital securities. No changes have been made to the objectives, policies and processes from the previous years. However, they are under constant review by the Board.

Particulars	As at March 31, 2025	As at March 31, 2024
Regulatory capital		
Tier I Capital	2,289.91	2,611.82
Tier II Capital	5.85	22.62
Total capital	2,295.76	2,634.44
Risk Weighted Assets	7,654.28	9,994.48
i) CRAR (%) (Tier I + Tier II)	30.00%	26.36%
ii) CRAR - Tier I capital (%)	29.92%	26.13%
iii) CRAR - Tier II Capital (%)	0.08%	0.23%

Regulatory capital consists of Tier I capital, which comprises share capital, share premium, retained earnings including current year profit less accrued dividends. Certain adjustments are made to Ind AS-based results and reserves, as prescribed by the Reserve Bank of India. The other component of regulatory capital is other Tier II Capital Instruments.

Note 41: Events after reporting date

There have been no events after the reporting date that require disclosure in these financial statements.

Note 42: Segment reporting

The Company is operating under single business segment i.e., "business of financing". Accordingly there is no separate reportable segment to disclose and hence no disclosure is required under Ind AS 108 - "Operating Segment Reporting". Since the business operations of the company are primarily concentrated in India, the company is considered to operate only in the domestic geographical segment and therefore there is no reportable geographical segment to disclose.



CapFloat Financial Services Private Limited**Notes to standalone financial statements for the year ended March 31, 2025**

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Note 43: Leases where the Company is a Lessee

The Company's lease asset class primarily consist of leases for Premises. Generally, the Company is restricted from assigning and subleasing the leased assets. The Company applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option).

Set out below are the carrying amounts of right-of-use assets recognised and the movements during the year:

Particulars	As at March 31, 2025	As at March 31, 2024
Opening net carrying balance	31.86	70.99
Additions	14.14	-
Deletion	(6.69)	(0.97)
Depreciation	(15.74)	(38.16)
Closing net carrying balance	23.57	31.86

Set out below are the carrying amounts of lease liabilities (included under Other financial liability) and the movements during the year:

Particulars	As at March 31, 2025	As at March 31, 2024
Opening Balance	42.85	89.76
Additions	14.14	-
Deletions	(9.79)	(0.97)
Accretion of interest	4.55	7.98
Payments	(21.70)	(53.92)
Closing Balance	30.05	42.85

Future Commitments

Particulars	As at March 31, 2025	As at March 31, 2024
Future undiscounted lease payments to which leases is not yet commenced	Nil	Nil

Maturity analysis of undiscounted lease liability

The table below provides details regarding the contractual maturities of lease liabilities as at March 31, 2025 on an undiscounted basis:

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
Up to 1 year	15.55	25.75
Over 1 year to 3 years	18.24	23.11
Over 3 year to 5 years	-	-
Over 5 years	-	-
Total undiscounted lease liabilities	33.79	48.86

Amounts recognized in the Statement of Profit and Loss

	Year Ended March 31, 2025	Year Ended March 31, 2024
Depreciation expense		
Depreciation on right of use assets	15.74	38.16
Other expenses		
Short-term lease rent expense	23.37	0.09
Finance cost		
Interest expense on lease liability	4.55	7.98

The Company had total cash outflows for leases of Rs. 45.07 millions for the year ended March 31, 2025; Rs. 53.92 millions in March 31, 2024.



Note 44 : Fair value measurement

Valuation Framework

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price), regardless of whether that price is directly observable or estimated using a valuation technique.

The Company's fair value methodology and the governance over its models includes a number of controls and other procedures to ensure appropriate safeguards are in place to ensure its quality and adequacy. All new product initiatives (including their valuation methodologies) are subject to approvals by various functions of the Company including the risk and finance functions. The responsibility of ongoing measurement resides with the business and product line divisions.

Once submitted, fair value estimates are also reviewed and challenged by the Risk and Finance functions. The independent price verification The IPV team validates fair value estimates by:

- Benchmarking prices against observable market prices or other independent sources
- Re-performing model calculations
- Evaluating and validating input parameters

The independent price verification team also challenges the model calibration on at least a quarterly basis or when significant events in the relevant markets occur.

The independent price verification team works together with the Finance function's accounting policy team and is responsible for ensuring that the final reported fair value figures are in compliance with Ind AS and will propose adjustments when needed.

When relying on third-party sources (e.g., broker quotes, or other micro or macro-economic inputs), the independent price verification team is also responsible for:

- Verifying and challenging the approved list of providers
- Understanding the valuation methodologies and sources of inputs and verifying their suitability for Ind AS reporting requirements

Valuation methodology

Quoted price in active markets (Level I):

Inputs that are quoted market prices (unadjusted) in active markets for identical instruments.

Observable inputs (Level II):

Inputs other than quoted prices included within level I that are observable either directly (i.e., as prices) or indirectly (i.e., derived from prices). This category includes instruments valued using: quoted market prices in active market for similar instruments; quoted prices or identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.

Unobservable inputs (Level III):

This category includes all instruments for which the valuation technique includes inputs that are not observable and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

Set out below is a comparison, by class, of the carrying amounts and fair values of the Company's financial instruments other than those with carrying amounts that are approximates of fair value. This table does not include the fair values of non-financial assets and non-financial liabilities.

**Assets & Liabilities by fair value hierarchy:
As at March 31, 2025**

Particulars	Carrying value	Fair Value			Total
		Level I	Level II	Level III	
At Amortised Cost					
Financial assets					
Loans	5,268.09	-	-	5,268.09	5,268.09
Investments	3,930.75	-	-	3,930.75	3,930.75
Total	9,198.84	-	-	9,198.84	9,198.84



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Particulars	Carrying value	Fair Value			Total
		Level I	Level II	Level III	
Financial liabilities					
Debt securities	2,794.27	-	-	2,794.27	2,794.27
Borrowings (other than debt securities)	2,695.55	-	-	2,695.55	2,695.55
Total	5,489.82	-	-	5,489.82	5,489.82

As at March 31, 2024

Particulars	Carrying value	Fair Value			Total
		Level I	Level II	Level III	
At Amortised Cost					
Financial assets					
Loans	7,193.84	-	-	7,193.84	7,193.84
Investments	3,930.75	-	-	3,930.75	3,930.75
Total	11,124.59	-	-	11,124.59	11,124.59
Financial liabilities					
Debt securities	3,851.05	-	-	3,851.05	3,851.05
Borrowings (other than debt securities)	4,424.24	-	-	4,424.24	4,424.24
Total	8,275.29	-	-	8,275.29	8,275.29

There have been no transfers between Level I, Level II during the current and previous year. Similarly there were no transfer from or to Level

Valuation techniques

The management has assessed that the carrying values of the cash and cash equivalents, bank balances other than cash and cash equivalents, trade receivables, other financial assets, trade payables, other financial liabilities, Debt Securities and Borrowings (other than debt securities) as at March 31, 2025 and March 31, 2024 are a reasonable approximation of their fair value due to their short term nature and hence their carrying values deemed to be fair values. These are classified as Level III fair value hierarchy, due to inclusion of unobservable inputs including counterparty credit risk.

Assets and Liabilities other than above - The carrying value of financial assets and liabilities other than debt securities and borrowings represents a reasonable approximation of fair value.



Note 45: Risk Management

45.1 Introduction and Risk Profile

CapFloat Financial Services Private Limited ("The Company" or "CapFloat") started its operations in 2013 with SME term loan segments; the emerging e-commerce industry was the first target segment, which eventually diversified into open market SME terms loans and eventually into consumer/BNPL loans, the risk and credit functions over the period of time have been integrated under a single risk organisation. Customer segment identification, credit policies and risk limits are signed off by the risk functions before the start of the program, they are based on profitability projections, macro economic scenarios and competition.

This process of risk management is critical to company's vision, and holds very high importance in the board governance. The company is exposed to credit risk, liquidity risk and market risk. It is also subject to various operating and business risks.

45.1.1 Risk management structure

The Board of Directors are responsible for the overall risk management approach and for approving the risk management strategies and principles. The Board has constituted the Risk Management Committee which is responsible for monitoring the overall risk process within the Company, which reports to the Audit committee. The Risk Management Committee has the overall responsibility for the development of the risk strategy and implementing principles, frameworks, policies and limits. The Risk Management Committee is responsible for managing risk decisions and monitoring risk levels.

The Chief Risk officer is responsible for implementing and maintaining risk related procedures to ensure an independent control process is maintained. The Risk Owners within each department will report to the Risk Committee.

The Risk Owners are responsible for monitoring compliance with risk principles, policies and limits across the Company. Each department has its Risk owner who is responsible for the control of risks, including monitoring the actual risk of exposures against authorised limits and the assessment of risks.

The Company's Treasury is responsible for managing its assets and liabilities and the overall financial structure. It is also primarily responsible for the funding and liquidity risks of the Company. The Company's policy is that risk management processes throughout the Company are audited annually by the Internal Audit function, which examines both the adequacy of the procedures and the Company's compliance with the procedures. Internal Audit discusses the results of all assessments with management, and reports its findings and recommendations to Risk Management Committee.

45.1.2 Risk mitigation and risk culture

As part of the overall risk management, all lending products are manned by individual risk owners, they are responsible for credit policy, risk tracking and risk management and final non-performing assets (i.e. credit impaired assets) target. Additionally, compliance function and fraud risk functions are structured as overarching processes to prevent and mitigate frauds. There is an independent internal audit process managed by compliance team to ensure risks and process breakdowns are identified and rectified in timely manner.

As a way to ensure robust risk awareness, employees directly involved in business functions (e.g., sales, collections, credit) are measured on risk parameters. Final compensation is a function of credit risk being met as per plan.

45.1.3 Risk measurement and reporting systems

The firm's risk measurement framework is fully automated with minimal manual interaction required to transform and view data trends. The dashboards are hosted on power BI and are directly linked to data ware house. Reducing the need to have data stored and managed at individual levels. The credit policy and CRM teams use various statistical models including (CHAID, regression, ML) to arrive at various default models and credit policies.

The firm as a policy to measure and monitor the overall risk capacity based on recent default trends and changing market conditions. As a policy, the risk team presents the overall risk and collection trends monthly to senior management and quarterly to RMC. The RMC reviews the important policy changes and emerging trends over the past quarter and any significant divergences expected.

Credit policy and pricing decisions at CapFloat are made based on cohort data as against calendar numbers. This gives out a stable measure of risk and reduces noise in data due to portfolio movement. Stress testing and loss forecasting is used continuously to be able to take corrective actions. This also helps the collections team to improve and plan better.

45.1.4 Excessive risk concentration

Given the diversified products and retail nature of the business, concentration risk is not a material risk for the Company. The credit policies in SME include max industry / segment exposures apart from concentration in a given geography. Consumer products do not possess any material risk given the geography spread of distribution channels /platforms, even though the company has significant exposure.

(a) Credit Risk

Credit risk management: Four critical components under credit risk management

1. Customer selection criterion- managing and controlling the type and kind of customers at the on-boarding is the first step towards sound credit risk management. Policies and caps around managing the same form important part of the framework.
2. Line assignment- loan amount assigned in line with cash flows and income and tenure is a centre piece to the risk management.
3. Risk mitigation- Consumer loans run on in depth data and trend tracking given the automated and granular loans.
4. Collections- the last line of defence, important cog in the wheel. Capacity management and flow rates are tracked and managed to maintain an optimal product of flow.



Collateral Table

Particulars	As at March 31, 2025			As at March 31, 2024		
	Outstanding	Cash Collateral	Nature of Non-cash collateral	Outstanding	Cash Collateral	Nature of Non-cash collateral
Loans and advances	5,717.37	-	-	7,701.76	-	-

45.2 Impairment assessment

The references below show where the Company's impairment assessment and measurement approach is set out in this report. It should be read in conjunction with the *Summary of significant accounting policies*.

The Company's definition and assessment of default (Note 45.2.1).

-An explanation of the Company's internal grading system (Note 45.2.2)

-How the Company defines, calculates and monitors the probability of default, exposure at default and loss given default) (Notes 45.2.2 to 45.2.4)

-When the Company considers there has been a significant increase in credit risk of an exposure (Note 45.2.5)

-The Company's policy of segmenting financial assets where ECL is assessed on a collective basis (Note 45.2.6)

-The details of the ECL calculations for Stage 1, Stage 2 and Stage 3 assets (Note 7)

45.2.1 Definition of default

The Company considers a financial instrument defaulted and therefore Stage 3 (credit-impaired) for ECL calculations in all cases when the borrower crosses 89 days past dues. CapFloat also considers cases which are proven as fraud under default and take pre-emptive provision for the same. Also, the company is considering all restructured loans in Stage 3 except for restructuring cases under one time restructuring framework issued by RBI

45.2.2 PD estimation process

It is an estimate of the likelihood of default over a given time horizon. PD estimation process is done based on historical roll rate data available with CF. While arriving at the PD, the firm also ensures that the factors that affects the macro economic trends are considered to a reasonable extent, wherever necessary.

Stage 1 PD: Company calculates the 12 month PD by taking into account the past 3 year trends of the portfolio and its credit performance, the analysis is based on the probability of movement into NPA ever, over a period of 12 months.

Stage 2 PD: In case of assets where there is a significant increase in credit risk, lifetime PD has been applied which is same as 12 months PD for short term products and remaining lifetime for long term loans.

Stage 3 PD: For credit impaired assets, a PD of 100% has been applied.

45.2.3 Exposure at Default (EAD)

Exposure at Default (EAD): EAD is an estimate of the expected exposure at the time of default for loans and advances. It includes principal and interest outstanding and is based on the gross carrying amount for all stages of impairment.

45.2.4 Loss Given Default (LGD)

Loss Given Default (LGD) – is an estimate of the loss from an advance, given that a default occurs. The LGD component of ECL is independent of deterioration of asset quality, and this applied uniformly over various stages of the advances. It is computed on a productwise basis and takes into account recoveries in the next 2 years post an account is classified as sub-standard.

45.2.5 Significant increase in credit risk

If contractual payments are more than 30 days past due or bouned repayments not resolved before the next contractual payment, the credit risk is deemed to have increased significantly since initial recognition, the company has not used the rebuttal pre assumption given limited historic trend and unsecured loan book.

When estimating ECLs on a collective basis for a Company of similar assets (as set out in Note 45.2.6), the Company applies the same principles for assessing whether there has been a significant increase in credit risk since initial recognition.

45.2.6 Grouping financial assets measured on a collective basis

Dependant on the factors below, the Company calculates ECLs only on a collective basis

The Company segments the exposure into smaller homogeneous portfolios, based on a combination of internal and external characteristics of the loans as described below.

1. BNPL - Online Checkout (Amazon pay later, Tata pay later, Axio pay later)

2. BNPL - Offline Checkout (Xiaomi)

3. Personal Loans

4. Legacy (Merchant Cash Advance, Unsecured Business Loans 1, Unsecured Business Loans 2, Unsecured Business Loans 3, Personal Line of Credit (Walnut DM)

45.3 Analysis of risk concentration

The maximum credit to any individual client or counterparty as of March 31, 2025 was Rs. Nil million (March 31, 2024: Rs. 386.25 million)

Loans	As at March 31, 2025	As at March 31, 2024
Advertising	0.02	0.31
Automobiles (OEM/ dealer/ retailer/ service)	-	0.67
Construction materials/ timber/ glass/ electricals	-	1.12



Educational institutions	1.71	13.04
FMCG/ Retail grocery stores/ foods	1.49	4.59
Healthcare	0.02	3.90
Lifestyle - apparels, textiles, footwear, luggage, jewelry, etc.	0.09	1.45
Manufacturing/ machinery/ industrial products	0.10	3.10
Miscellaneous	0.06	0.74
Mobile phones & accessories (distributor/ retailer)	-	0.27
Petrol pumps & fuel	-	0.04
Plastic & paper products	0.00	5.31
Security services/ facility management	-	0.22
White goods/ computers/ domestic stationery/ furnitures	0.47	3.83
Service Industry	-	386.51
Consumer Loans	5,571.91	7,075.02
Grand Total	5,575.87	7,500.13

*The above disclosure does not include re-classification and Ind AS adjustments amounting to Rs. 141.50 million (March 31, 2024: Rs. 201.63 million)

45.3.1 Collateral and other credit enhancements

Fair value of collateral and credit enhancements held

As at March 31, 2025	Maximum exposure to credit risk	Plant and machinery	Total collateral	Net exposure	Associated ECLs
Financial assets*					
Loans (Secured)	-	-	-	-	-
Total financial assets at amortised cost					
Other commitments					

*Financial asset with collateral are disclosed above

As at March 31, 2024	Maximum exposure to credit risk	Plant and machinery	Total collateral	Net exposure	Associated ECLs
Financial assets*					
Loans (Secured)	-	-	-	-	-
Total financial assets at amortised cost					
Other commitments					

*Financial asset with collateral are disclosed above

Collateral and other credit enhancements

The below tables provide an analysis of the current fair values of collateral held and credit enhancements for stage 3 assets. Dependent on the level of collateral, some Stage 3 exposures may not have individual ECLs when the expected value of the collateral is greater than the LGD, even in if the future value of collateral is forecast using multiple economic scenarios. However, the Stage 3 ECL can be higher than net exposure show below when the future value of collateral, measured using multiple economic scenarios, is expected to decline.

Type of credit enhancement or collateral		Fair value of collateral and credit enhancements held under the base case scenario			
As at March 31, 2025	Maximum exposure to credit risk	Plant and machinery	Total collateral	Net exposure	Associated ECLs
Loans	-	-	-	-	-
Total financial assets at amortised cost					

Type of credit enhancement or collateral		Fair value of collateral and credit enhancements held under the base case scenario			
As at March 31, 2024	Maximum exposure to credit risk	Plant and machinery	Total collateral	Net exposure	Associated ECLs
Loans	-	-	-	-	-
Total financial assets at amortised cost					



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Note 45: Risk Management

(b) Liquidity risk and funding management

Liquidity risk is defined as the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Liquidity risk arises because of the possibility that the Company might be unable to meet its payment obligations when they fall due as a result of mismatches in the timing of the cash flows under both normal and stress circumstances. To limit this risk, management has arranged for diversified funding sources in addition to its core deposit base, and adopted a policy of managing assets with liquidity in mind and monitoring future cash flows and liquidity on a daily basis. The Company has developed internal control processes and contingency plans for managing liquidity risk.

Liquidity Ratios

Advances to borrowings ratios		As at	
Particulars		March 31, 2025	March 31, 2024
Year-end		95.96%	93.07%
Maximum		133.78%	114.09%
Minimum		95.07%	91.32%
Average		94.45%	99.53%

Borrowings from banks and financial institutions and issue of debentures are considered as important sources of funds to finance lending to customers. They are monitored using the advances to borrowings ratio, which compares loans and advances to customers as a percentage of secured and unsecured borrowings.

The table below provide details regarding the contractual maturities of the significant financial assets and liabilities as at:

As at March 31, 2025	On demand	Upto one Month	One month to 2 months	2 months to 3 months	3 months to 6 months	6 months to 1 year	1 year to 3 years	3 years to 5 years	more than 5 years	Total
Financial assets										
Cash and cash equivalents	413.22	-	4.37	10.55	99.51	1,509.02	300.07	-	-	413.22
Bank balance other than above	-	149.87	-	-	-	-	-	-	-	2,081.39
Receivables	155.45	-	-	450.67	1,351.16	1,138.98	547.34	9.55	-	155.85
Loans	-	1,633.10	778.58	105.00	-	-	-	-	0.31	6,009.69
Investments	579.99	-	-	0.38	0.81	-	150.40	8.93	3,825.75	3,990.75
Other financial assets	-	0.54	0.45	-	-	0.72	-	-	-	739.82
Total financial assets	1,148.06	1,683.51	783.40	766.60	1,451.48	2,648.72	1,095.21	16.48	3,826.06	13,330.52
Financial liabilities										
Trade Payables	350.35	-	-	-	-	-	-	-	-	350.35
Debt securities	-	592.10	221.09	394.64	747.53	765.95	276.10	-	-	2,067.50
Borrowings (other than debt securities)	-	462.58	236.66	358.97	491.90	804.71	570.69	-	-	2,925.51
Other financial liabilities	10.61	73.68	1.28	1.28	7.19	7.82	18.24	-	1.78	122.08
Total financial liabilities	360.96	1,098.95	459.03	744.89	1,246.62	1,578.48	865.03	-	1.78	6,355.44



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As at March 31, 2024

Particulars	On demand	Upto one month	One month to 2 months	2 months to 3 months	3 months to 6 months	6 months to 1 year	1 year to 3 years	3 years to 5 years	more than 5 years	Total
Financial assets										
Cash and cash equivalents	447.56	-	-	-	-	-	-	-	-	447.56
Bank balance other than above	-	17.28	685.75	9.25	133.25	1,952.71	473.15	-	-	3,171.39
Receivables	74.94	-	-	-	-	-	-	-	-	74.94
Loans	-	1,653.76	832.32	718.46	1,615.70	1,845.05	1,191.35	154.63	0.61	9,113.05
Investments	-	-	-	-	-	-	-	-	3,930.75	3,930.75
Other financial assets	728.95	7.17	6.13	5.16	18.54	9.26	140.87	4.17	-	918.25
Total financial assets	1,249.45	1,678.21	1,524.28	732.87	1,768.49	3,807.02	1,805.37	138.97	3,931.36	19,652.94
Financial liabilities										
Trade Payables	104.74	-	-	-	-	-	-	-	-	104.74
Debt securities	-	431.67	381.01	439.34	1,121.14	1,152.18	582.77	-	-	4,108.04
Borrowings (other than debt securities)	-	550.16	384.53	404.56	745.45	2,034.97	403.16	-	-	4,622.83
Other financial liabilities	9.29	243.38	4.11	-	20.00	4.79	23.11	-	-	308.17
Total financial liabilities	114.03	1,322.16	769.65	848.01	1,887.19	3,191.92	1,009.04	-	1.78	9,143.78

The table below shows the contractual expiry by maturity of the Company's commitments. Each undrawn loan commitment is included in the time band containing the earliest date it can be drawn down.

Particulars	Upto one month	One month to 2 months	2 months to 3 months	3 months to 6 months	6 months to 1 year	1 year to 3 years	3 years to 5 years	Total
As at March 31, 2025								
Other undrawn commitments to lend	4.40	-	-	-	-	-	-	4.40
Total commitments	4.40	-	-	-	-	-	-	4.40
As at March 31, 2024								
Other undrawn commitments to lend	5.69	-	-	-	-	-	-	5.69
Total commitments	5.69	-	-	-	-	-	-	5.69

The Company expects that not all of the commitments will be drawn before expiry of the commitments.

(c) Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as interest rates, equity prices and credit spreads on investment and borrowings. The objective of market risk is to manage and control market risk exposure within acceptable parameters, while maximising the return.

Total market risk exposure

Particulars	As at March 31, 2025			As at March 31, 2024			Primary risk sensitivity	
	Carrying amount	Traded risk	Non-traded risk	Carrying amount	Traded risk	Non-traded risk		
Assets								
Cash and cash equivalents	413.22	-	413.22	447.56	-	447.56	Interest rate	
Bank balance other than above	1,929.20	-	1,929.20	2,923.48	-	2,923.48	Equity Price	
Receivables	153.09	-	153.09	73.37	-	73.37	Interest rate	
Loans	5,268.09	-	5,268.09	7,193.04	-	7,193.04	Interest rate	
Investments	3,930.75	-	3,930.75	3,930.75	-	3,930.75	Equity Price	
Other financial assets	739.47	-	739.47	908.24	-	908.24	Interest rate	
Total	12,433.82	-	12,433.82	15,475.24	-	15,475.24		
Liabilities								
Trade Payables	350.35	-	350.35	104.74	-	104.74	Interest rate	
Debt securities	2,794.27	-	2,794.27	3,851.05	-	3,851.05	Interest rate	
Borrowings (other than debt securities)	2,695.55	-	2,695.55	4,424.24	-	4,424.24	Interest rate	
Other financial liabilities	116.35	-	116.35	302.19	-	302.19	Interest rate	
Total	5,956.52	-	5,956.52	8,682.21	-	8,682.21		



i) Interest rate risk

Interest rate risk arises when there is a mismatch between positions, which are subject to interest rate adjustment within a specified period. The Company's lending, funding and investment activities give rise to interest rate risk. The immediate impact of variation in interest rate is on the Company's net interest income, while a long term impact is on the Company's net worth since the economic value of the assets, liabilities and off-balance sheet exposures are affected. While assessing interest rate risks, signals given to the market by RBI and government departments from time to time and the financial industry's reaction to them are continuously monitored.

Interest Rate Risk arises due to:

- a) Changes in Regulatory or Market Conditions affecting the interest rates
- b) Short term volatility
- c) Prepayment risk translating into a reinvestment risk
- d) Real interest rate risk

ii) Equity price risk

Equity price risk is the risk that the fair value of equities decreases as the result of changes in the dependent future cash flows.

iii) Prepayment risk

Prepayment risk is the risk that the Company will incur a financial loss because its customers and counterparties repay or request repayment earlier or later than expected, such as fixed rate mortgages when interest rates fall. The Company uses regression models to project the impact of varying levels of prepayment on its net interest income. The model makes a distinction between the different reasons for prepayment (e.g., relocation, refinancing and renegotiation) and takes into account the effect of any prepayment penalties. The model is back tested against actual outcomes.

iv) Operational risk

Operational risk is the risk of loss resulting from inadequate or failed internal processes, people and system or from external events. Operational risk is associated with human error, system failures and inadequate procedures and controls. It is the risk of loss arising from the potential that inadequate information system, technology failures, breaches in internal controls, fraud, unforeseen catastrophes, or other operational problems may result in unexpected losses or reputational problems. Operational risk exists in all products and business activities.

The Company recognizes that operational risk event types that have the potential to result in substantial losses includes Internal fraud, External fraud, employment practices and workplace safety, clients, products and business practices, business disruption and system failures, damage to physical assets, and finally execution, delivery and process management.

The Company cannot expect to eliminate all operational risks, but it endeavours to manage these risks through a control framework and by monitoring and responding to potential risks. Controls include effective segregation of duties, access, authorisation and reconciliation procedures, staff education and assessment processes, such as the use of internal audit.

Note 46: Expenditure in foreign currency

Particulars	Year Ended	
	March 31, 2025	March 31, 2024
Technology Expense	8.72	4.00
Website/IT mail handling charges	10.805	-
Professional Fees - Fund Raising	49.28	-
Total	68.805	4.00



Note 47 : Statutory disclosure required as per Schedule III Division III of the Companies Act, 2013:-

- a. The Company does not have any Benami property. Where no proceeding has been initiated or pending against the Company for holding any Benami property.
- b. The Company does not have any charges or satisfaction which is yet to be registered with Registrar of Companies beyond the statutory period
- c. The Company has not entered any transactions with companies that were struck off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956.
- d. The Company is in compliance with number of layers of companies, as prescribed under clause (87) of Section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
- e. The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- f. During the year, no scheme of arrangements in relation to the Company has been approved by the competent authority in terms of Sections 230 to 237 of the Companies Act, 2013. Accordingly, aforesaid disclosures are not applicable, since there were no such transaction.
- g. During the year, the company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
 - ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- h. During the year, the company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
 - i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
- i. The Company does not have any such transaction which is: not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- j. The Company has not been declared wilful defaulter by any bank or financial institution or any other lender.
- k. The Company has not satisfied the applicability criteria as per section 135 of The Companies Act, 2013. Hence Corporate Social Responsibility (CSR) compliance is not applicable.
- l. The Company has filed the quarterly returns or statements with the banks or financial institutions with respect to the sanctioned working capital limit in excess of five crore rupees in aggregate from the bank or financial institution on the basis of security of current assets (Fixed Deposits) of the company, are in agreement with the books of the company for the respective quarters.
- m. The Company has disclosed the ratios in the Note no. 40 & Note no. 45(b).

Note 48: In accordance with the instructions in the RBI circular dated April 7, 2021, all lending institutions shall refund / adjust 'interest on interest' to all borrowers including those who had availed working capital facilities during the moratorium period, irrespective of whether moratorium had been fully or partially availed, or not availed. Pursuant to these instructions, the Indian Banks Association (IBA) in consultation with other industry participants/bodies published the methodology for calculation of the amount of such 'interest on interest'. Accordingly, the Company has continued a provision of Rs. 3.14 Million as at March 31, 2025 and Rs 7.7 Million as at March 31, 2024.





Note 49: Previous Year's Note

The Previous Year's figures have been regrouped/ reclassified to confirm to current year presentation.

Note 50: RBI Disclosures

Refer Note no.50.1 to Note no.50.6 for the disclosures as required by Master Direction-Reserve Bank of India (Non-Banking Financial Company - Scale Based Regulation) Directions, 2023 as amended from time to time.

Note 50.1 :

A comparison between provision required under IRACP and impairment allowances under Ind AS 109:

As at March 31, 2025

Asset Classification as per RBI Norms	Asset Classification as per Ind AS 109	Gross Carrying Amount As per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provision required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7)=(4)-(6)
Performing Assets						
Standard	Stage 1	5,354.17	206.78	5,147.39	21.42	185.36
	Stage 2	201.87	116.09	85.78	0.81	115.28
Subtotal (A)		5,556.04	322.87	5,233.17	22.23	300.64
Non-Performing Assets (NPA)						
Substandard	Stage 3	181.32	126.40	34.92	40.33	86.07
Doubtful - up to 1 year	Stage 3	-	-	-	-	-
1 to 3 years	Stage 3	-	-	-	-	-
More than 3 years	Stage 3	-	-	-	-	-
Subtotal for doubtful		-	-	-	-	-
Loss						
	Stage 3	161.32	126.40	34.92	40.33	86.07
Subtotal (B)		5,717.36	449.27	5,268.09	62.56	386.71
Total (A+B)		14,226.28	11.50	14,214.78	-	11.50
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms						
	Stage 1	501.51	1.20	500.31	-	1.20
	Stage 2					
	Stage 3	404.44	348.73	55.71	-	348.73
Subtotal (C)		15,132.23	361.43	14,770.80	-	361.43
Total (A+B+C)		20,849.59	810.70	20,038.89	62.56	748.14
Total						
	Stage 1	19,580.45	218.28	19,362.17	21.42	196.86
	Stage 2	703.38	117.29	586.09	0.81	116.48
	Stage 3	565.76	475.13	90.63	40.33	434.80

Note: Assets under stage 3 include the gross carrying amount overdue for more than 90 days - Rs. 159.59 millions without considering Ind AS and other adjustment (in respect of 34,082 borrowers)

Note 50.1 :

A comparison between provision required under IRACP and impairment allowances under Ind AS 109:

As at March 31, 2024

Asset Classification as per RBI Norms	Asset Classification as per Ind AS 109	Gross Carrying Amount As per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provision required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms (7)=(4)-(6)
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7)=(4)-(6)
Performing Assets						
Standard	Stage 1	7,109.93	130.11	6,979.82	28.44	101.67
	Stage 2	359.77	197.59	162.18	1.44	196.15
Subtotal (A)		7,469.70	327.70	7,142.00	29.88	297.82
Non-Performing Assets (NPA)						
Substandard	Stage 3	232.05	180.21	51.84	23.21	157.00
Doubtful - up to 1 year	Stage 3	-	-	-	-	-
1 to 3 years	Stage 3	-	-	-	-	-
More than 3 years	Stage 3	-	-	-	-	-
Subtotal for doubtful		-	-	-	-	-
Loss						
Subtotal (B)		232.05	180.21	51.84	23.21	157.00
Total (A+B)		7,701.75	507.91	7,193.84	53.09	454.82
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	15,261.67	210.31	15,051.36	-	210.31
	Stage 2	676.14	9.32	666.82	-	9.32
	Stage 3	342.71	184.55	158.16	-	184.55
Subtotal (C)		16,280.52	404.18	15,876.34	-	404.18
Total (A+B+C)		23,982.27	912.09	23,070.18	53.09	859.00
Total		22,371.60	340.42	22,031.18	26.44	311.98
	Stage 2	1,035.91	206.91	829.00	1.44	205.47
	Stage 3	574.76	364.76	210.00	23.21	341.55

Note: Assets under stage 3 include the gross carrying amount overdue for more than 90 days - Rs. 209.10 millions without considering Ind AS and other adjustment (in respect of 43,908 borrowers)





Note 50.2:

A. Capital to Risk Assets Ratio (CRAR)

Particulars	As at March 31, 2025	As at March 31, 2024
(i) CRAR (%)	30.00%	26.36%
(ii) CRAR - Tier I capital (%)	29.92%	26.13%
(iii) CRAR - Tier II Capital (%)	0.08%	0.23%
(iv) Amount of subordinated debt raised as Tier-II capital	-	-
(v) Amount raised by issue of Perpetual Debt Instruments	-	-

B. Investments

Particulars	As at March 31, 2025	As at March 31, 2024
1) Value of Investments		
(i) Gross Value of Investments	3,930.75	3,930.75
(a) In India	-	-
(a) Outside India	-	-
(ii) Provision for Depreciation	-	-
(a) In India	-	-
(a) Outside India	-	-
(iii) Net Value of Investments	3,930.75	3,930.75
(a) In India	-	-
(a) Outside India	-	-
2) Movement of provisions held towards depreciation on investments		
(i) Opening balance	-	-
(ii) Add: Provisions made during the year	-	-
(iii) Less: Write-off/write-back of excess provisions during the year	-	-
(iv) Closing balance	-	-

C. Derivatives

- The Company has no transaction/exposure in Forward Rate Agreement / Interest Rate Swap derivative during the current and previous financial year.
- The Company has no transaction/exposure in Exchange Traded Interest Rate derivative during the current and previous financial year.
- The Company has no transaction/exposure in any of the derivatives during the current and previous financial year, hence disclosure on risk exposure on derivatives is not applicable.

D. Maturity pattern of certain assets and liabilities

As at March 31, 2025

Particulars	1 day to 7 days	8 days to 14 days	15 days to 1 month	Over 1 month up to 2 months	Over 2 months up to 3 months	Over 3 months & up to 6 months	Over 6 months & up to 1 year	Over 1 year & up to 3 years	Over 3 years & up to 5 years	Over 5 years	Total
Advances (gross of provision)	1546.65	0.02	1.20	736.97	616.37	1199.63	1121.35	483.91	10.94	0.32	5,717.37
Investments*			86.52	2.72	105.06	30.32	1,304.00	4.18	-	3,825.75	5,360.56
Borrowings*	736.07	106.33	174.74	412.88	675.89	1,144.70	1,448.89	793.32	-	-	5,489.82

* The tenor for certain borrowings has been considered only upto call / put option is exercisable by the lender.

* Investments include investments in shares of subsidiary and fixed deposits (of Rs 1405.15 million placed with bank under lien for Over draft facilities & 24.85 million of Unencumbered FD)

The Company does not have any foreign currency assets/liabilities as at March 31, 2025.

As at March 31, 2024

Particulars	1 day to 7 days	8 days to 14 days	15 days to 1 month	Over 1 month up to 2 months	Over 2 months up to 3 months	Over 3 months & up to 6 months	Over 6 months & up to 1 year	Over 1 year & up to 3 years	Over 3 years & up to 5 years	Over 5 years	Total
Advances (gross of provision)	1,672.20	0.70	0.30	747.90	646.10	1,566.20	1,767.50	1,055.90	264.60	0.50	7,701.80
Investments*				683.62	-	30.13	1,647.55	-	-	3,930.75	6,292.04
Borrowings*	987.10	418.20	247.90	704.90	700.40	1,729.50	3,050.20	937.10	-	-	8,275.30

* The tenor for certain borrowings has been considered only upto call / put option is exercisable by the lender.

* Investments include investments in shares of subsidiary and fixed deposits (of Rs 2370.7 millions placed with bank under lien for Over draft facilities)

The Company does not have any foreign currency assets/liabilities as at March 31, 2024.

E. Exposures

- Exposures to real estate sector, both direct and indirect**
The Company has no exposure in real estate during the current and previous year.
- Exposure to Capital Market**
The Company has no exposure in capital market during the current and previous year.
- Details of financing of parent company products**
Not Applicable
- Details of Single Borrower Limit (SGL) / Group Borrower Limit (GBL) exceeded by the applicable NBFC**
During the year, the Company has not exceeded SGL & GBL limits as prescribed under NBFC Regulations.
- Unsecured Advances**
During the year, the Company has not given any advance against collateral of rights, licenses, authority, etc.

vi) Sectoral Exposure

Sectors	As at March 31, 2025			As at March 31, 2024		
	Total Exposure (includes on BS & off BS exposure)	Gross NPA's	% of Gross NPAs to total exposure in the sector*	Total Exposure (includes on BS & off BS exposure)	Gross NPA's	% of Gross NPAs to total exposure in the sector*
1. Agriculture and Allied Activities	-	-	-	-	-	-
2. Industry	-	-	-	-	-	-
3. Services	-	-	-	386.25	-	-
4. Personal Loans						
i. Loans for Consumer Durables	12,703.97	109.53	0.9%	14,675.47	118.28	0.8%
ii. Rest of the Personal Loans	8,145.63	51.79	0.6%	8,920.56	113.78	1.3%
Total	20,849.60	161.32	0.8%	23,596.03	232.06	1.0%

*As per the disclosure requirement for the purpose of advance disclosure (GNPA ratio is computed on total exposure (includes on Balance sheet and off-Balance sheet exposure) i.e., percentage of Gross NPAs to total exposure to respective sectors. Actual GNPA ratio of the company is computed on the basis of on Balance sheet exposure and accordingly not comparable.

vii) Intra Group Exposures

Particulars	As at March 31, 2025	As at March 31, 2024
1. Total amount of Intra Group Exposures*	4,155.34	4,510.35
2. Total amount of top 20 Intra Group Exposures*	4,155.34	4,510.35
3. % of Intra group exposure to total exposure of NBFC on borrowers/customers	70%	57%

*It includes the receivable from subsidiary and investment in subsidiary.

viii) Unhedged Foreign Currency Exposure

The Company has no unhedged foreign currency exposure as on March 31, 2025 (March 31, 2024: Nil)

ix) Divergence in Asset Classification and Provisioning:

Current year: Nil, (Previous year: Nil)

F. Miscellaneous

1. The Company has not obtained Registration from other financial sector regulators.

2. Disclosure of Penalties imposed by RBI and other regulators

Penalties or fines pursuant to a contractual obligation are not considered as penalties or fines. Expenditure incurred for any purpose which is an offence or which is prohibited by law is restricted to items where the disclosed purpose of such payment is, to the assessee's knowledge, an offence or prohibited by law. During the year, there are no penalties imposed by RBI or any other regulators.

3. Related Party Transactions:

Refer Note 39 for transactions with related party transactions as per IndAS-24



4. Ratings assigned by credit rating agencies and migration of ratings during the year

Rating type	Credit Rating Agency	As at March 31, 2025 BBB (stable)	As at March 31, 2024 BBB (stable)
Long term Debentures and bank loans	India Ratings		
Commercial Paper	India Ratings CRISIL	NA A3+	NA A3+
Short term Debentures and bank loans	CRISIL	A3+	A3+
5. Remuneration of Directors (Non-executive) - Sitting fee (Rs. in millions)		5.40	3.60

G. Additional disclosures

1. Provisions and Contingencies

Break up of 'Provisions and Contingencies' shown under the head Expenditure in Statement of Profit and Loss	As at March 31, 2025	As at March 31, 2024
Provision towards NPA	133.86	180.29
Provision for Standard Assets	510.17	368.28
Provision for non funded exposure	1,454.51	510.66
Provision for employee benefits	17.22	17.54
Provision for Gratuity	37.93	39.13
Provision for Compensated Absences	30.01	34.45

2. Draw Down from Reserves

During the year, the Company has not drawn down any amount from Reserves.

3. Concentration of Advances, Exposures and NPAs

i) Concentration of Advances

Particulars	As at March 31, 2025	As at March 31, 2024
Total Advances to twenty largest borrowers*	7.65	408.47
Percentage of Advances to twenty largest borrowers to Total Advances of the NBFC	0.1%	5.30%

*Includes Rs. Nil millions to subsidiary company(March 31, 2024 : Rs.386.25 millions)

ii) Concentration of Exposures

Particulars	As at March 31, 2025	As at March 31, 2024
Total Exposures to twenty largest borrowers*	232.00	601.35
Percentage of Exposures to twenty largest borrowers to Total Exposures of the NBFC	3.90%	7.62%

*Includes Rs.224.69 millions exposure to subsidiary company(March 31, 2024 : Rs.579.8 millions)

iii) Concentration of NPAs

Particulars	As at March 31, 2025	As at March 31, 2024
Total Exposures to top four NPA accounts	2.60	4.82



IV) Sector-wise NPAs		
Particulars	As at March 31, 2025	As at March 31, 2024
Sector	% of NPAs to Total Advances	% of NPAs to Total Advances
1. Agriculture & allied activities	-	-
2. MSME	72.35%	43.06%
3. Corporate borrowers	-	-
4. Services	-	-
5. Unsecured personal loans	2.77%	2.94%
6. Auto loans	-	-
7. Other personal loans	-	-

V) Movement of NPAs		
Particulars	As at March 31, 2025	As at March 31, 2024
(i) Net NPAs to Net Advances (%)	0.62%	0.69%
(ii) Movement of NPAs (Gross)		
(a) Opening balance	232.06	207.42
(b) Additions during the year	158.44	220.79
(c) Reductions during the year	(229.18)	(136.15)
(d) Closing balance	161.32	232.06
(iii) Movement of Net NPAs		
(a) Opening balance	51.85	57.55
(b) Additions during the year	119.74	98.89
(c) Reductions during the year	(136.67)	(104.59)
(d) Closing balance	34.92	51.85
(iv) Movement of provisions for NPAs (excluding provisions on standard assets)		
(a) Opening balance	180.21	149.87
(b) Provisions made during the year	312.04	331.07
(c) Write-off / write-back of excess provisions	(365.65)	(300.74)
(d) Closing balance	126.60	180.21

H. Overseas Assets		
Particulars	As at March 31, 2025	As at March 31, 2024
Names of the Subsidiary	-	-
Country	-	-
Total Assets	-	-

I. Off Balance Sheet SPV sponsored
The Company does not have any off balance sheet SPV sponsored during the current year and previous year.

J. Disclosure of Customer Complaints		
Particulars	As at March 31, 2025	As at March 31, 2024
(a) No. of complaints pending at the beginning of the year	-	-
(b) No. of complaints received during the year*	1,855	919
(c) No. of complaints redressed during the year*	1,855	919
(d) No. of complaints pending at the end of the year	-	-

* Previous year number reclassified based on current year's methodology of complaint identification



Top Five Grounds of Complaints received by the NBFC from Customers

March 31, 2025

Grounds of Complaints					
	No. of complaints pending at beginning of the year	No. of complaints received during year	% of Increase/decrease in No. of complaints received over previous year	No. of complaints pending at end of the year (1)	Of (1), No. of complaints pending beyond 30 days
CIBIL Related	-	292	34%	-	-
Loan Cancellation	-	365	81%	-	-
Charges Related	-	147	31%	-	-
Potential Fraud	-	110	36%	-	-
Refund Related	-	28	-59%	-	-
Others	-	923	280%	-	-
Total	-	1,855	102%	-	-

March 31, 2024				
Grounds of Complaints				
No. of complaints pending at beginning of the year	No. of complaints received during year			
% of Increase/decrease in No. of complaints received over previous year	No. of complaints pending at end of the year (1)			
Of (1), No. of complaints pending beyond 30 days				
CIBIL Related	218	122%	-	-
Loan Cancellation	196	284%	-	-
Charges Related	112	273%	-	-
Potential Fraud	81	170%	-	-
Refund Related	69	156%	-	-
Others	243	34%	-	-
Total	919	120%	-	-

K. Frauds reported to RBI

Instances of fraud for the year ended March 31, 2025:

Nature of fraud	No of cases	Amount of fraud	Recovery	Amount written off
Fraud committed by borrowers	36	0.9	-	0.9
Fraud committed by outsiders	-	-	-	-
Fraud committed by employees	-	-	-	-

Frauds - Other than those reported to RBI : Rs. 0.5 millions written off during the year in respect of 27 cases.

Instances of fraud for the year ended March 31, 2024:

Nature of fraud	No of cases	Amount of fraud	Recovery	Amount written off
Fraud committed by borrowers	-	-	-	-
Fraud committed by outsiders	-	-	-	-
Fraud committed by employees	-	-	-	-

Frauds - Other than those reported to RBI : Rs. 1.8 millions written off during the year in respect of 95 cases.

L. Loans to Directors, Senior Officers and relatives of Directors.

	As at March 31, 2025	As at March 31, 2024
Directors and their relatives*	-	-
Entities associated with directors and their relatives	0.04	-
Senior Officers and their relatives	-	-

*Amount indicated the loan outstanding given to the directors during the normal course of business.

M. Breach of Covenants.

There were no instances of breach of covenants relating to any borrowings/debt instruments during the year other than those for which waivers have already been obtained from respective lenders.





N. DISCLOSURE OF RESTRUCTURED ACCOUNTS

Sr. no.	Type of restructuring-Others*	Financial year	Assets classification									
			Year ended March 31, 2025				Year ended March 31, 2024					
		Asset classification	Standard	Sub-standard	Doubtful	Loss	Total	Standard	Sub-standard	Doubtful	Loss	Total
1	Restructured accounts as on April 1	No. of borrowers	-	2	-	-	2	-	6	-	-	6
		Amount outstanding	-	1.10	-	-	1.10	-	6.84	-	-	6.84
		Provision thereon**	-	0.84	-	-	0.84	-	5.25	-	-	5.25
2	Fresh restructuring during the year	No. of borrowers	-	-	-	-	-	-	-	-	-	-
		Amount outstanding	-	-	-	-	-	-	-	-	-	-
		Provision thereon***	-	-	-	-	-	-	-	-	-	-
3	Upgradation	No. of borrowers	-	-	-	-	-	-	-	-	-	-
		Amount outstanding	-	-	-	-	-	-	-	-	-	-
		Provision thereon**	-	-	-	-	-	-	-	-	-	-
4	Restructured standard advances which cease to attract higher provisioning and/or additional risk weight at the end of the year and hence need not be shown as restructured advances at the beginning of the next year	No. of borrowers	-	-	-	-	-	-	-	-	-	-
		Amount outstanding	-	-	-	-	-	-	-	-	-	-
		Provision thereon**	-	-	-	-	-	-	-	-	-	-
5	Down gradation of restructured accounts during the year	No. of borrowers	-	-	-	-	-	-	-	-	-	-
		Amount outstanding	-	-	-	-	-	-	-	-	-	-
		Provision thereon**	-	-	-	-	-	-	-	-	-	-
6	Write-offs/recovery of restructured accounts during the year	No. of borrowers	-	2	-	-	2	-	4	-	-	4
		Amount outstanding	-	1.10	-	-	1.10	-	5.74	-	-	5.74
		Provision thereon**	-	0.84	-	-	0.84	-	4.41	-	-	4.41
	Dividend income from mutual fund		-	-	-	-	-	-	-	-	-	-
7	Restructured accounts as on March 31	No. of borrowers	-	-	-	-	-	-	2	-	-	2
		Amount outstanding	-	-	-	-	-	-	1.10	0.00	0.00	1.10
		Provision thereon**	-	-	-	-	-	-	0.84	0.00	0.00	0.84

The outstanding amount and number of borrowers as at March 31, 2025 and March 31, 2024 is after considering recoveries during the year.

Additional facilities availed by borrowers in existing restructured accounts and partial repayments in existing restructured accounts are disclosed under "Write-offs of restructured accounts", however, for the purpose of arithmetical accuracy the number of existing borrowers availing additional facility or partial repayments have been ignored.

For the purpose of arithmetical accuracy as required by Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016, movement in provisions in the existing restructured account as compared to opening balance is disclosed under write-off/sale/recovery (for any change in provision) during the year and are not comparable with the additional facilities availed and partial recovery disclosed under the respective columns.

**Since the disclosure of restructured advance account pertains to section "Others", the first two sections, namely, "Under CDR Mechanism" and "Under SME Debt Restructuring Mechanism" as per format prescribed in the guidelines are not included above.

***Provisions considered as per ECL.



CapFloat Financial Services Private Limited

Notes to standalone financial statements for the year ended March 31, 2025

(CIN:U65993KA1993PTC074590)

(All amounts in Rs. millions, unless otherwise stated)

O : Details of securitisation transactions outstanding as at Balance Sheet date.

S. No.	Particulars	Year ended March 31, 2025	Year ended March 31, 2024
		No./ Amount	No./ Amount
1	No of SPVs sponsored by the NBFC for securitisation transactions	6	3
2	Total amount of securitised assets as per books of the SPVs sponsored by the NBFC*	500.76	427.94
3	Total amount of exposures retained by the NBFC to comply with MRR as on the date of balance sheet	111.63	126.89
	a) Off-balance sheet exposures	-	-
	- First loss	-	-
	- Others	-	-
	b) On-balance sheet exposures	111.63	126.89
	- First loss	111.63	126.89
	- Others	-	-
4	Amount of exposures to securitisation transactions other than MRR	68.03	77.74
	a) Off-balance sheet exposures	0.00	0.00
	i) Exposure to own securitisations	0.00	0.00
	- First loss **	0.00	0.00
	- Others	-	-
	ii) Exposure to third party securitisations	-	-
	- First loss	-	-
	- Others	-	-
	b) On-balance sheet exposures	68.03	77.74
	i) Exposure to own securitisations	68.03	77.74
	- First loss	68.03	77.74
	- Others	-	-
	ii) Exposure to third party securitisations	-	-
	- First loss	-	-
	- Others	-	-

* As per books of accounts of the company

** Unfunded first loss guarantee provided



Note 50.3:

A) Disclosures pursuant to RBI Notification - RBI/2020-21/16 DOR.No.BP.BC/3/21.04.048/2020-21 dated 6 August 2020 and RBI/2021-22/31/DOR.STR.REC.11/21.04.048/2021-22 dated 5 May 2021

For year ended 31 March 2025 for OTR 2.0

Type of borrower	A Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous year i.e. 31 March 2024 (A) ^	B Of (A), aggregate debt that slipped into NPA during the year ended 31 March 2025	C Of (A) amount written off during the year ended 31 March 2025	D Of (A) amount paid by the borrowers during the year ended 31 March 2025	E Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this year i.e 31 March 2025
Personal Loans	3.16	0.07	1.12	1.48	0.50
Corporate persons*					
Of which MSMEs					
Others					
Total	3.16	0.07	1.12	1.48	0.50

* As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016.

^ Includes cases where restructuring request was received on or before September 30, 2021 and was implemented subsequently

For year ended 31 March 2024 for OTR 2.0

Type of borrower	A Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous year i.e. 31 March 2023 (A) ^	B Of (A), aggregate debt that slipped into NPA during the year ended 31 March 2024	C Of (A) amount written off during the year ended 31 March 2024	D Of (A) amount paid by the borrowers during the year ended 31 March 2024	E Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this year i.e 31 March 2024
Personal Loans	10.82	0.52	1.69	5.45	3.16
Corporate persons*					
Of which MSMEs					
Others					
Total	10.82	0.52	1.69	5.45	3.16

* As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016.

^ Includes cases where restructuring request was received on or before September 30, 2021 and was implemented subsequently

For the year ended 31 March 2025 for OTR 1.0

Type of borrower	A Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous year i.e. 31 March 2024 (A)	B Of (A), aggregate debt that slipped into NPA during the year ended 31 March 2025	C Of (A), amount written off during the year ended 31 March 2025	D Of (A), amount paid by the borrowers during the year ended 31 March 2025	E Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this year i.e 31 March 2025
Personal Loans	0.06	-	-	0.06	-
Corporate persons*					
Of which MSMEs					
Others					
Total	0.06	-	-	0.06	-

* As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016



For the year ended 31 March 2024 for OTR 1.0

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous year i.e. 31 March 2023 (A)	Of (A), aggregate debt that slipped into NPA during the year ended 31 March 2024	Of (A), amount written off during the year ended 31 March 2024	Of (A), amount paid by the borrowers during the year ended 31 March 2024	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this year i.e 31 March 2024
Personal Loans	0.17	-	-	0.10	0.06
Corporate persons*					
Of which MSMEs					
Others					
Total	0.17	-	-	0.10	0.06

* As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

B) Details of resolution plan implemented as per RBI circular on Micro, Small and Medium Enterprises (MSME) sector – Restructuring of Advances dated 6 August 2020 as at 31 March 2025 and as at 31 March 2024 are given below:

Type of Borrower	A No. of accounts restructured and outstanding as on 31 March 2025	B Amount outstanding as on 31 March 2025	C No. of accounts restructured and outstanding as on 31 March 2024	D Amount outstanding as on 31 March 2024
MSMEs	4	0.94	42	1.06

C) Details of resolution plan implemented as per RBI circular on Resolution Framework 2.0 – Resolution of COVID-19 related stress of Micro, Small and Medium Enterprises (MSMEs) dated 5 May 2021 as at 31 March 2025 and as at 31 March 2024 are given below:

Type of Borrower	A No. of accounts restructured and outstanding as on 31 March 2025	B Amount outstanding as on 31 March 2025	C No. of accounts restructured and outstanding as on 31 March 2024	D Amount outstanding as on 31 March 2024
MSMEs	8	2.85	29	19.54



CapFloat Financial Services Private Limited**Notes to standalone financial statements for the year ended March 31, 2025**

(CIN:U65993KA1993PTC074590)

(All amounts in Rs. millions, unless otherwise stated)

Note 50.4:**Disclosure pursuant to RBI Notification - RBI/DOR/2021-22/86/DOR.STR.REC.51/21.04.048/2021-22 dated 24 September 2021****'Master Direction – Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021'****(a) Details of loans transferred through assignment in respect of loans not in default during the financial year ended March 31, 2025**

Particulars	Details
Amount of loans transferred through assignment	Nil
Retention of beneficial economic interest	Nil
Weighted average residual maturity (in months)	Nil
Weighted average holding period (in months)	Nil
Coverage of tangible security coverage	Nil
Rating-wise distribution of rated loans	Nil

Details of loans transferred through assignment in respect of loans not in default during the financial year ended March 31, 2024

Particulars	Details
Amount of loans transferred through assignment	1560.80
Retention of beneficial economic interest	10%
Weighted average residual maturity (in months)	25.89
Weighted average holding period (in months)	7.29
Coverage of tangible security coverage	NA
Rating-wise distribution of rated loans	Unrated

(b) The company has not acquired through assignment in respect of loans not in default during the financial year ended March 31, 2025 and March 31, 2024.**(c) Details of stressed loans transferred during the financial year ended March 31, 2025**

Particulars	To ARCs	To permitted transferees
No. of accounts	Nil	Nil
Aggregate principal outstanding of loans transferred (₹ in millions)	Nil	Nil
Weighted average residual tenor of the loans transferred (In Months)	Nil	Nil
Net book value of loans transferred (at the time of transfer) (₹ in millions)	Nil	Nil
Aggregate consideration (₹ in millions)	Nil	Nil
Additional consideration realized in respect of accounts transferred in earlier years	Nil	Nil

The Company has not sold any stressed loan during the financial year ended March 31, 2025

Details of stressed loans transferred during the financial year ended March 31, 2024

Particulars	To ARCs	To permitted transferees
No. of accounts	Nil	1,62,847
Aggregate principal outstanding of loans transferred (₹ in millions)	Nil	2,679.84
Weighted average residual tenor of the loans transferred (In Months)	Nil	94.92
Net book value of loans transferred (at the time of transfer) (₹ in millions)	Nil	-
Aggregate consideration (₹ in millions)	Nil	102.50
Additional consideration realized in respect of accounts transferred in earlier years	Nil	-

The above transferred accounts are all written off loans.

(d) The Company has not acquired any stressed loan during the current financial year and previous financial year.

Note 50.5 :

Particulars

LIABILITIES SIDE:	As at March 31, 2025		As at March 31, 2024	
	Amount Outstanding	Amount Overdue	Amount Outstanding	Amount Overdue
1 Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid:				
a. Debentures (other than falling within the meaning of public deposits)				
- Secured	1,794.83	-	2,967.55	-
- Unsecured	214.88	-	173.78	-
b. Deferred Credits		-		-
c. Term Loans and Overdraft	2,695.55	-	4,424.24	-
d. Inter-corporate loans and borrowings	-	-	-	-
e. Commercial Paper	333.87	-	408.66	-
f. Public Deposits	-	-	-	-
g. Other Loans (Securitization Liabilities)	450.69	-	301.06	-
* Please see Note 1 below				
2 Break up of 1(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):	Amount Outstanding	Amount Overdue	Amount Outstanding	Amount Overdue
a. Dividend Income from mutual fund	-	-	-	-
b. In the form of unsecured debentures	-	-	-	-
c. In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	-	-	-	-
d. Other public deposits	-	-	-	-
ASSET SIDE:				
3 Break-up of Loans and Advances including bills receivables [other than those included in(4) below]:	Amount Outstanding as at March 31, 2025	Amount Outstanding as at March 31, 2024		
a. Secured	-	-		
b. Unsecured	5,717.37	7,701.76		
4 Break up of Leased Assets and stocks on hire and other assets counting towards AFC activities	Amount Outstanding as at March 31, 2025	Amount Outstanding as at March 31, 2024		
i. Lease Assets including lease rentals under sundry debtors:				
a. Finance Lease	-	-		
b. Operating Lease	-	-		
ii. Stocks on hire including hire charges under sundry debtors:				
a. Assets on hire	-	-		
b. Repossessed Assets	-	-		
iii. Other Loans counting towards AFC activities:				
a. Loans where assets have been repossessed	-	-		
b. Loans other than (a) above	-	-		
5 Break up of Investments:	As at March 31, 2025	As at March 31, 2024		
Current Investments				
1. Quoted				
i. Shares: a. Equity	-	-		
b. Preference	-	-		
ii. Debentures and Bonds	-	-		
iii. Units of mutual funds	-	-		
iv. Government Securities	-	-		
v. Others	-	-		
2. Unquoted				
i. Shares: a. Equity	-	-		
b. Preference	-	-		
ii. Debentures and Bonds	-	-		
iii. Units of mutual funds	-	-		
iv. Government Securities	-	-		
v. Others	-	-		
Long Term Investments				
1. Quoted				
i. Shares - Equity	-	-		
- Preference	-	-		



ii. Debentures and Bonds	-	-
iii. Units of mutual funds	-	-
iv. Government Securities	-	-
v. Others	-	-
2. Unquoted		
i. Shares - Equity	3,930.75	3,930.75
- Preference	-	-
ii. Debentures and Bonds	-	-
iii. Units of mutual funds	-	-
iv. Government Securities	-	-
v. Others	-	-

6 Borrower group-wise classification of assets financed as in (2) and (3) above

Please see Note 2 below

Category	As at March 31, 2025		
	Amount net of provision		
	Secured	Unsecured	Total
1 Related Parties**	-	-	-
a. Subsidiaries	-	-	-
b. Companies in the same group	-	-	-
c. Other related parties	-	-	-
2 Other than related parties	-	5,717.37	5,717.37
Total	-	5,717.37	5,717.37

** As per Accounting Standard of ICAI

Category	As at March 31, 2024		
	Amount net of provision		
	Secured	Unsecured	Total
1 Related Parties**	-	-	-
a. Subsidiaries	-	386.25	386.25
b. Companies in the same group	-	-	-
c. Other related parties	-	-	-
2 Other than related parties	-	7,315.51	7,315.51
Total	-	7,701.76	7,701.76

** As per Accounting Standard of ICAI

7 Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):

Please see note 3 below

Category	As at March 31, 2025		As at March 31, 2024	
	Market Value/ Break up of fair value or NAV	Book Value (Net of Provisions)	Market Value/ Break up of fair value or NAV	Book Value (Net of Provisions)
1 Related Parties**				
a. Subsidiaries	3,930.75	3,930.75	3,930.75	3,930.75
b. Companies in the same group	-	-	-	-
c. Other related parties	-	-	-	-
2 Other than related parties	-	-	-	-
Total				

** As per Accounting Standard of ICAI

8 Other information

Particulars	As at March 31, 2025	As at March 31, 2024
i. Gross Non-Performing Assets		
a. Related Parties	-	-
b. Other than related parties	161.32	232.06
ii. Net Non-Performing Assets		
a. Related Parties	-	-
b. Other than related parties	34.92	51.85
iii. Assets acquired in satisfaction of debt	-	-

Notes:

- As defined in paragraph 2(1)(xi) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
- Provisioning norms shall be applicable as prescribed in the Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015.
- All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debts. However, market value in respect of quoted investments and break up/ fair value/ NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in category (4) above.



Note 50.6 : Public Disclosure on Liquidity Risk

1 Funding Concentration based on significant counterparty*

As at March 31, 2025

Sr. No	Number of Significant Counterparties	Amount (₹ millions)	% of Total deposits	% of Total Liabilities
1	15	4,306.28	-	65.52%

As at March 31, 2024

Sr. No	Number of Significant Counterparties	Amount (₹ millions)	% of Total deposits	% of Total Liabilities
1	18	6,409.60	-	68.80%

*Note:

- a. A "Significant counterparty" is defined as a single counterparty or group of connected affiliated counterparties accounted in aggregate for more than 1% of the NBFC-NDSI's total liabilities.
b. Total liabilities has been computed as Total Assets less Equity share capital less Reserve & Surplus and computed basis extant regulatory ALM guidelines.

2 Top 20 large deposits (amount in ₹ millions and % of total deposits) – Not Applicable

3 Top 10 borrowings

As at March 31, 2025		As at March 31, 2024	
Amount (₹ millions)	% of Total Borrowings	Amount (₹ millions)	% of Total Borrowings
3,806.90	68.27%	4,926.70	59.66%

4 Funding Concentration based on significant instrument / product

Sr. No.	Borrowing	As at March 31, 2025		As at March 31, 2024	
		Amount (₹ millions)	% of Total Liabilities	Amount (₹ millions)	% of Total Liabilities
1	Term Loan	2,476.06	37.69%	3,132.43	33.63%
2	Non-Convertible Debentures	2,008.71	30.59%	3,141.33	33.72%
3	Securitization liabilities	450.69	6.86%	301.06	3.23%
4	Cash Credit /Working capital demand loan	219.49	3.34%	1,281.61	13.87%
5	Commercial Papers	333.87	5.08%	408.66	4.39%
	Total	5,489.82	83.56%	8,275.29	88.83%

Please note OD balance has been considered under Working capital demand loan

5 Stock Ratios:

Sr. No.	Stock Ratio	As at March 31, 2025	As at March 31, 2024
1	Commercial papers as a % of total liabilities	5.08%	4.39%
2	Commercial papers as a % of total assets	2.60%	2.58%
3	Commercial papers as a % of total public funds	5.34%	4.58%
4	Non-convertible debentures (original maturity of less than one year) as a % of total liabilities	4.84%	10.11%
5	Non-convertible debentures (original maturity of less than one year) as a % of total assets	2.47%	5.94%
6	Non-convertible debentures (original maturity of less than one year) as a % of total public funds	5.09%	10.55%
7	Other short-term liabilities as a % of total liabilities	46.33%	50.50%
8	Other short-term liabilities as a % of total assets	23.69%	29.97%
9	Other short-term liabilities as a % of total public funds	48.73%	52.71%



6 Institutional set-up for Liquidity Risk Management

The company's ALCO has overall responsibility of management of liquidity risk. The ALCO decides the strategic policies and procedures of the Company to manage liquidity risk in accordance with approved risk tolerance limits.

The Company also has a Risk Management Committee reporting to the Board and responsible for evaluating overall risks faced by the Company including liquidity risk.

Asset Liability Committee of the Company consisting of the Co-founders, Chief Credit Officer (CCO) and CFO is responsible for ensuring adherence to the risk tolerance limits as well as implementing the liquidity risk management strategy of the Company.

As per our report of even date:

For Nangia and Co LLP
Chartered Accountants
ICAI Firm Registration No. 082391C/N500069

Jaspreet Singh Bedi
Partner
Membership No. 601783
Place: Mumbai
Date: June 30, 2025

For and on behalf of the Board of Directors of
CapFloat Financial Services Private Limited

Gaurav Dinesh Hinduja
Executive Director
DIN : 01264801
Place: Bengaluru
Date: June 30, 2025

Akshay Sarma
Chief Financial Officer
Place: Bengaluru
Date: June 30, 2025

Sashank R Rishyashringa
Executive Director
DIN : 06465985
Place: Mumbai
Date: June 30, 2025

Mauli Agarwal
Company Secretary
Membership No. 31107
Place: Mumbai
Date: June 30, 2025

