

Chaitanya India Fin Credit Private Limited
CIN: U67190KA2009PTC049494
B' Block, 8th Floor, Brigade Software Park, 27th Cross Rd, Banashankari Stage II, Bangalore, Karnataka - 560070
Statement of unaudited financial results for the quarter and half year ended September 30, 2023
(All amounts in ₹ millions unless otherwise stated)

Sl. No.	Particulars	Quarter ended			Half year ended		Year ended
		September 30, 2023	June 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	March 31, 2023
		(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Audited)
1	Revenue from operations						
	Interest Income	2,490.52	2,448.33	1,472.85	4,938.85	2,784.15	6,566.03
	Fees and commission Income	6.78	4.72	4.72	11.50	11.66	25.06
	Net gain on fair value changes	22.92	47.81	13.68	70.73	18.58	81.99
	Net gain on derecognition of financial instruments	598.63	208.18	267.94	806.81	403.00	882.34
	Other operating income	45.78	32.46	9.29	78.24	14.73	77.51
	Total Revenue from operations	3,164.63	2,741.50	1,768.48	5,906.13	3,232.12	7,632.93
2	Other Income	0.05	0.13	-	0.18	-	0.79
3	Total Income (1+2)	3,164.68	2,741.63	1,768.48	5,906.31	3,232.12	7,633.72
4	Expenses						
	Finance costs	1,019.46	964.88	592.18	1,984.34	1,081.63	2,655.38
	Employee benefits expenses	556.78	530.08	435.07	1,086.86	802.03	1,734.56
	Depreciation, amortisation and impairment	25.05	20.79	17.01	45.84	27.94	76.95
	Impairment on financial instruments	61.63	81.84	106.05	143.47	174.57	337.18
	Others expenses	339.23	280.77	207.91	620.00	402.51	900.89
	Total Expenses	2,002.15	1,878.36	1,358.22	3,880.51	2,488.68	5,704.96
5	Profit/(loss) before tax for the period/ year (3-4)	1,162.53	863.27	410.26	2,025.80	743.44	1,928.76
6	Tax Expense:						
	Current Tax	207.81	222.90	89.34	430.71	180.54	446.64
	Prior Period Tax	-	-	-	-	-	(2.51)
	Deferred Tax	68.70	(15.77)	5.33	52.93	(1.51)	1.10
	Total Tax Expense	276.51	207.13	94.67	483.64	179.03	445.23
7	Profit/ (loss) after tax for the period / year (5-6)	886.02	656.14	315.59	1,542.16	564.41	1,483.53
8	Other Comprehensive Income/ Loss						
	i) Items that will not be reclassified to profit or loss	1.83	(4.17)	0.90	(2.34)	(1.49)	(2.14)
	- Income tax relating to items that will not be reclassified to profit or loss	(0.46)	1.05	(0.23)	0.59	0.37	0.54
	ii) Items that will be reclassified to profit or loss	43.40	(9.34)	(1.16)	34.06	(1.68)	(7.12)
	- Income tax relating to items that will be reclassified to profit or loss	(10.92)	2.35	0.29	(8.57)	0.42	1.79
	Total other comprehensive income/ (loss), net of tax	33.85	(10.11)	(0.20)	23.74	(2.38)	(6.93)
9	Total comprehensive income/ (loss) for the period/ year (7+8)	919.87	646.03	315.39	1,565.90	562.03	1,476.60
10	Paid-up equity share capital (face value of ₹ 10 each)	1,576.67	1,576.67	1,451.67	1,576.67	1,451.67	1,451.67
	No. of Equity Shares (in Millions)	157.67	157.67	145.17	157.67	145.17	145.17
11	Earnings per equity share (not annualised)						
	Basic (₹)	5.62	4.46	2.35	10.11	4.57	11.05
	Diluted (₹)	5.62	4.46	2.35	10.11	4.57	11.05



Notes -

Note 1 - Statement of Assets and Liabilities

(All amounts in ₹ millions unless otherwise stated)

Particulars	As at September 30, 2023	As at March 31, 2023
I ASSETS		
1 Financial assets		
Cash and cash equivalents	2,832.22	3,416.20
Bank balance other than cash and cash equivalents	272.11	208.60
Receivables :		
i) Other receivables	1.01	0.45
Loans	40,312.58	37,806.24
Investments	2,777.60	1,347.82
Other financial assets	923.92	631.02
2 Non-financial assets		
Current tax assets (net)	-	-
Deferred tax assets (net)	28.05	88.96
Property, plant and equipment	161.30	142.47
Right of use assets	74.51	52.93
Other intangible assets	22.79	16.86
Intangible assets under development	0.45	-
Other non-financial assets	286.36	182.42
Total assets	47,692.90	43,893.97
II LIABILITIES AND EQUITY		
LIABILITIES		
1 Financial liabilities		
Payables		
(I) Trade payables		
(i) total outstanding dues of micro enterprises and small enterprises	0.07	0.17
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	130.56	136.51
(II) Other payables		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
Debt securities	1,905.70	1,587.05
Borrowings (other than debt securities)	31,763.15	31,057.90
Subordinated liabilities	2,038.86	2,030.58
Lease liabilities	78.97	55.47
Other financial liabilities	1,813.02	1,456.41
2 Non-financial liabilities		
Current tax liabilities (net)	29.27	5.06
Provisions	247.50	233.68
Other non-financial liabilities	157.50	118.77
Total liabilities	38,164.60	36,681.60
3 Equity		
Equity share capital	1,576.67	1,451.67
Other equity	7,951.63	5,760.70
Total equity	9,528.30	7,212.37
Total liabilities and equity	47,692.90	43,893.97



Notes :

Note 2 - Statement of Cash Flows

(All amounts in ₹ millions unless otherwise stated)

Particulars	For the period ended September 30, 2023	For the period ended September 30, 2022
A. Cash flow from operating activities		
Profit before tax	2,025.80	743.44
Inters received	-	-
Contribution to employee stock option scheme	11.37	18.23
Fee and commission expenses	-	-
Depreciation and amortisation	45.84	27.94
Interest expense on lease liability	3.32	0.96
Asset written off	0.44	-
Loss/(gain) on sale of property, plant and equipment (net)	(0.01)	0.10
Impairment of financial instruments	143.47	174.57
EIR adjustment on financial instruments	(37.59)	70.43
Net change in fair value of loans measured at fair value through other comprehensive income	34.06	(1.68)
Net gain on sale of mutual funds	(77.94)	(14.27)
Net gain on fair value changes on investment	7.21	(4.31)
Gain on sale of loan portfolio through assignment	(806.81)	(403.00)
Operating profit before working capital changes	1,349.16	612.41
Movements in working capital:		
(Increase) / decrease in loans	(2,600.86)	(6,833.23)
(Increase) / decrease in receivables	(0.56)	0.41
(Increase)/ decrease in other financial assets	515.29	(767.55)
(Increase) / decrease in other non-financial assets	(103.94)	(118.78)
Increase/ (decrease) in payables	(6.05)	42.64
Increase / (decrease) in other financial liabilities	356.61	289.02
Increase/ (decrease) in provisions	0.11	32.21
Increase / (decrease) in non-financial liabilities	38.73	90.06
Cash from/ (used) in operations	(451.51)	(6,652.80)
Direct taxes paid (net of refunds)	(406.50)	(137.86)
Net cash flows from/ (used) in operating activities (A)	(858.01)	(6,790.66)
B. Cash flow from investing activities		
Purchase of property, plant and equipment and intangible assets	(63.93)	(89.02)
Proceeds from sale of property, plant and equipment and intangible assets	0.07	0.22
Sale of Investments	71,094.21	13,242.88
Purchase of Investments	(72,453.25)	(14,664.34)
(Investment) in/ withdrawal of Bank Deposits	(63.51)	22.89
Net cash flows from (used) in investing activities (B)	(1,486.41)	(1,487.37)
C. Cash flow from financing activities		
Proceeds from issue of equity shares (including securities premium)	750.00	1,750.00
Proceeds from debt securities	1,000.00	500.00
Repayment of debt securities	(665.00)	(1,182.70)
Proceeds from other than debt securities	12,293.51	17,120.25
Repayment of other than debt securities	(11,609.08)	(9,702.87)
Proceeds from subordinated debt	-	0.68
Repayment of subordinated debt	-	(100.68)
Lease payments	(8.99)	(2.69)
Net cash flows from financing activities (C)	1,760.44	8,381.99
Net increase/ (decrease) in cash and cash equivalents (A+B+C)	(583.98)	103.96
Cash and cash equivalents at the beginning of the year	3,416.20	1,964.67
Cash and cash equivalents at the end of the year*	2,832.22	2,068.63

*** Components of cash and cash equivalents**

Cash and cash equivalents at the end of the year	As at September 30, 2023	As at September 30, 2022
i) Cash on hand	0.04	4.68
ii) Balances with banks (of the nature of cash and cash equivalents)	2,832.18	2,063.95
Total	2,832.22	2,068.63



- 3 The above unaudited financial results have been reviewed by the Audit Committee at their meeting held on October 27, 2023 and approved by the Board of Directors of Chaitanya Fin Credit Private Limited ('the Company') at their meeting held on October 30, 2023.
- 4 The financial results of the Company have been prepared in accordance with Indian Accounting Standards ("IndAS") notified under Section 133 of the Companies Act 2013 ("the Act") read with the Companies (Indian Accounting Standard) Rules, 2015 as amended by the Companies Indian Accounting Standards(Amendment) Rules, 2016.
- 5 During the quarter ended September 30, 2023, the Company has transferred loans amounting to ₹ 814.66 million through Co-lending arrangements to the respective participating bank which are akin to Direct Assignment transaction under circular no.RBI/2020-21/63 FIDD.CO.Plan.BC.No.8/04.09.01/2020-21, dated November 05, 2020 pertaining to Co-lending by banks and NBFCs to priority sector.
- 6 All the Rated, Listed, Secured Non convertible Debentures of the Company have been redeemed during the period and there are no balance outstanding at the end of the period.
- 7 Information as required by Regulation 52(4) of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation 2015 is attached as **Annexure 1**.
- 8 The Company is primarily engaged in the business of financing and as such no separate information is required to be furnished in terms of Ind AS 108 "Operating segments" specified under section 133 of the Companies Act, 2013.
- 9 Chaitanya India Fin Credit Private Limited (the 'Company' or 'CIFCPL'), Navi Finserv Limited (NFL), the holding company of CIFCPL and Navi Technologies Limited ('NTL'), the ultimate holding company of CIFCPL, have entered into a Share Purchase Agreement (SPA) dated August 08, 2023 with Svatantra Microfin Private Limited, a microfinance institution, for transfer of 75% of equity shares being held by NFL and 25% of equity shares being held by NTL in CIFCPL to Svatantra Microfin Private Limited.
- The Company has received prior approval from the Reserve Bank of India vide their letter dated September 25, 2023 for change in management and shareholding. Upon completion of the conditions specified by RBI and transfer of shares in accordance with the SPA, NFL would cease to be the holding Company of CIFCPL and NTL would cease to be the ultimate holding Company of CIFCPL.
- 10 Figures of the previous periods have been regrouped, wherever necessary, to make them comparable with the current period.
- 11 Details of loans transferred/ acquired during the quarter ended September 30, 2023 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 are given below:

(i) Details of transfer through Direct assignment in respect of loans not in default during the quarter ended September 30, 2023:

Particulars	Quarter ended September 30, 2023
Number of Loans	2,30,242
Aggregate amount (in ₹ millions)	7,548.68
Sale consideration (in ₹ millions)	6,793.81
Number of Transactions	5
Weighted average remaining maturity (in months)	18
Weighted average holding period after origination (in months)	6
Retention of beneficial economic interest	10%
Coverage of tangible security coverage	NIL
Rating wise distribution of rated loans	NA
Number of instances (transactions) where transferred as agreed to replace the transferred loans	-
Number of transferred loans replaced	-

- (ii) The Company has not transferred any non-performing assets (NPAs)
- (iii) The Company has not acquired any loans through assignment.
- (iv) The Company has not acquired any stressed loan.

- 12 Details of transfer through Co-lending akin to Direct Assignment in respect of loans not in default during the quarter ended September 30, 2023:

Particulars	Quarter ended September 30, 2023
Number of Loans	26,256
Aggregate amount (in ₹ millions)	1,086.22
Sale consideration (in ₹ millions)	814.66
Number of Transactions	5
Weighted average remaining maturity (in months)	23
Weighted average holding period after origination (in months)	1
Retention of beneficial economic interest	25%
Coverage of tangible security coverage	NIL
Rating wise distribution of rated loans	NA
Number of instances (transactions) where transferred as agreed to replace the transferred loans	-
Number of transferred loans replaced	-

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



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Anand Rao
Joint Managing Director
DIN: 01713987
Bengaluru
October 30, 2023



Annexure 1

Disclosure in compliance with Regulation 52(4) of the Securities and Exchange Board of India (Listing obligation and Disclosure Requirements) Regulations, 2015 for the period ended September 30, 2023

- a) **Debt Equity Ratio** (Refer Note 1 below)
Debt-equity ratio of the Company as per the audited standalone financial results as at September 30, 2023 is 3.75 times.
- b) **Debt service coverage ratio**
Not Applicable
- c) **Interest service coverage ratio**
Not Applicable
- d) **Outstanding redeemable preference shares (quantity and value)**
Not applicable
- e) **Debenture Redemption Reserve (DRR) - NIL.** The Company has created DRR of ₹ 10 Millions during the year ended March 31, 2021. It has been transferred to retained earnings as the debentures against which the DRR is created is redeemed during the period.
- Capital Redemption Reserve (CRR) - NIL**
- f) **Net worth**
₹ 9528.3 Millions
- g) **Net profit after tax**
₹ 1542.16 Millions
- h) **Earning per share**
 - a. Basic - ₹ 10.11
 - b. Diluted - ₹ 10.11
- i) **Current ratio** (Refer Note 2 below)
Current ratio is 1.31 times
- j) **Long Term Debt to Working Capital ratio** (Refer Note 3 below)
Long Term Debt to Working Capital ratio is 1.64 times
- k) **Bad Debts To Accounts Receivable Ratio (%)** (Refer Note 4 below)
Bad Debts To Accounts Receivable Ratio is 0.14%
- l) **Current Liability Ratio -** (Refer Note 5 below)
Current Liability Ratio is 0.66 times
- m) **Total Debts to Total Assets Ratio (%)** (Refer Note 6 below)
Total Debts to Total Assets Ratio is 74.87%
- n) **Debtors' Turnover**
Not applicable
- o) **Inventory Turnover**
Not applicable
- p) **Operating Margin %** (Refer Note 7 below)
Operating Margin for the period ended September 30, 2023 is 36.73%
- q) **Net Profit Margin %** (Refer Note 8 below)
Net Profit Margin for the period ended September 30, 2023 is 26.51%
- r) **Sector specific equivalent ratios :**
 - a) Provision Coverage Ratio (PCR) - 87.15% (Refer Note 9 below)
 - b) Gross NPA - 0.2% (Refer Note 10 below)
 - c) Net NPA - 0.03% (Refer Note 11 below)
 - d) Capital Risk Adequacy Ratio (CRAR) % - 24.33% (Refer Note 12 below)

Notes:

- 1 Debt Equity Ratio = (Debt Securities + Borrowings (Other than Debt Securities) + Subordinate Liabilities) / Total Equity
- 2 Current Ratio = Current Assets / Current Liabilities
- 3 Long term Debt to Working Capital Ratio = Borrowings maturing after 12 months/ (Current Assets - Current Liabilities)
- 4 Bad debts to Accounts Receivable Ratio = Bad debts/ Principle Outstanding as per IND AS
- 5 Current Liability Ratio = Current Liabilities / Total Liabilities
- 6 Total Debts to Total Assets Ratio = (Debt Securities + Borrowings (Other than Debt Securities) + Subordinate Liabilities) / Total Assets
- 7 Operating Margin = Profit before Tax and Impairment / Total Revenue from Operations
- 8 Net Profit Margin = Profit after Tax / Total Income
- 9 Provision Coverage Ratio = Total Impairment loss allowance for NPA/ NPA Principle Outstanding as per IND AS
- 10 Gross NPA = NPA Principle Outstanding as per IND AS/ Total Principle Outstanding as per IND AS
- 11 Net NPA = (NPA Principle Outstanding as per IND AS - Impairment Allowance for NPA) / (Total Principle Outstanding as per IND AS - Impairment Allowance for NPA)
- 12 Capital Risk Adequacy Ratio = Adjusted net worth/ Risk Weighted assets, calculated as per applicable RBI guidelines

