

INDEPENDENT AUDITOR'S REPORT

TO THE BOARD OF DIRECTORS OF ABANS FINANCE PRIVATE LIMITED

Report on the audit of the Consolidated Financial Results Opinion

We have audited the accompanying Statement of Consolidated Financial Results of Abans Finance Private Limited. ("Holding company") and its subsidiary (Holding company and its subsidiary together referred to as "the Group") for the year ended on 31st March 2023, ("the Statement"), attached herewith, being submitted by the Holding company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors restated by Management on separate financial statements/financial results/financial information of subsidiary, the Statement:

- a. includes the results of the following subsidiaries:

Name of the Company	Relationship	Holding %	Country of Incorporation
Corporate Avenue Services Limited	Subsidiary Company w. e . f July 20, 2022	100%	United Kingdom

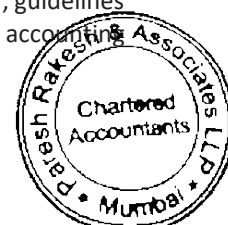
- b. is presented in accordance with the requirements of Regulation 52 of the Listing Regulations, as amended; and
- c. gives a true and fair view, in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules, 2015, the circulars, guidelines and directions issued by the Reserve Bank of India (RBI) from time to time ('RBI Guidelines') and other accounting principles generally accepted in India, of the consolidated net profit after tax and other comprehensive income and other financial information of the Holding Company for the year ended 31 March 2023

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group 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 financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Consolidated Financial Results

The statement has been prepared on the basis of consolidated financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit/ loss and other comprehensive income and other financial information of the Group in accordance with the applicable Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder, the relevant provisions of Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India (RBI) from time to time ('RBI Guidelines') and other accounting



principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

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

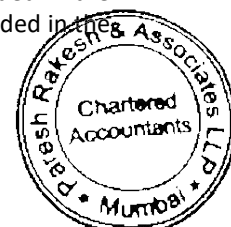
The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

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

Our objectives are to obtain reasonable assurance about whether the consolidated financial results 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 consolidated financial results.

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 consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group 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 consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the



consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Other Matters

The accompanying Consolidated Financial Statements include audited financial statements and other audited financial information in respect of 1 subsidiary, whose financial statements and other financial information reflect total assets of Rs. 2970.72 Lakhs as at March 31, 2023, and total net profit (including other comprehensive Income) of Rs. 223.17 lakhs and net cash inflow Rs. 2944.18 lakhs for the year ended on that date. This restated audited financial statement and other audited financial information for the period July 20, 2022 to March 31, 2023 have been furnished to us by the management .

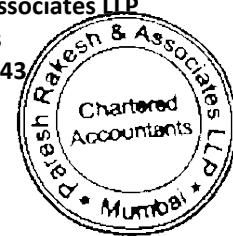
This subsidiary is located outside India whose financial results and other financial information have been prepared in accordance with accounting principles generally accepted in the respective country and which have been audited by other auditor under generally accepted auditing standards applicable in the respective country. The Holding Company's management has converted the financial results of such subsidiaries located outside India from accounting principles generally accepted in their respective country to applicable accounting principles generally accepted in India. We have reviewed this conversion adjustments if any made by the Holding Company's management for the purpose of consolidation. Our conclusion in so far as it relates to the balances and affairs of such subsidiary located outside India is based on the report of other auditor and the conversion adjustments prepared by the management of the Holding Company and reviewed by us.

Our opinion on the consolidated financial results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Results/Financial Information certified by the Board of Directors.

For Paresh Rakesh & Associates LLP
Chartered Accountants
FRN: 119728W/W100743

Nimit Sheth
Nimit Sheth
Partner

M. no: 142645
UDIN:23142645BGXVNZ6376



Date: August 08, 2023
Place: Mumbai

Consolidated Financial Results - Statement of Profit & Loss for the year ended;

(₹ in Lakhs except EPS & Ratios)

Particulars	31/03/2023 (Audited)
Revenue from Operations	
Interest income	2,359.38
Processing fees	290.15
Rental income	44.81
Reversal of impairment allowance on loan	5.45
Dividend income	2.62
Consultancy income	17.12
Other income	0.16
Total Income (I)	2,719.69
Expenses	
Finance costs	141.06
Employee benefits expense	685.28
Depreciation and amortisation expense	35.22
Net loss on fair value changes	161.18
Other expenses	234.33
Total Expenses (II)	1,257.07
Profit/(loss) before tax (III=I-II)	1,462.62
Tax Expense (IV)	
Current tax	295.55
Earlier year tax	(0.08)
Deferred tax	59.05
Profit/(loss) after tax (V=III-IV)	1,108.10
Other comprehensive Income	
A. (i) Items that will not be reclassified to profit or loss	
- Remeasurement gain/(loss) on defined benefit plan	(2.15)
(i) Income tax relating to items that will not be reclassified to profit or loss	
- Deferred tax on OCI	0.60
B. Items that will be reclassified to profit or loss	
Exchange differences on translation of financial statements of foreign operations	2.58
Total Other comprehensive Income (VI)	1.03
Total Comprehensive Income (V+VI)	1,109.13
Net Profit attributable to : Owners of the company	1,108.10
Net Profit attributable to : Non controlling interest	-
Other Comprehensive Income attributable to : Owners of the company	1.03
Other Comprehensive Income attributable to : Non controlling interest	-
Total Comprehensive Income attributable to : Owners of the company	1,109.13
Total Comprehensive Income attributable to : Non controlling interest	-
Earning per equity share	
(a) Basic	4.17
(b) Diluted	4.17
Paid up Equity Share Capital of ₹ 10/- per share - Rs in lakhs	3,447.27
Other Equity excluding Revaluation Reserve	27,111.42
Disclosure under Regulation 52(4)	
1 Debt-Equity ratio	1.20
2 Net Worth	30,558.69
3 Net Profit After Tax	1,108.10
4 Earning Per Share	4.17
5 Current Ratio	1.98
6 Long Term Debt to Working Capital ratio	0.14
7 Current Liability ratio	0.88
8 Total Debts to Total Assets	0.52
9 Net Profit Margin (%)	0.41
10 Sector Specific Equivalent Ratio	
a) Gross Stage 3	Nil
b) Net Stage 3	Nil

Note:

Debt Service Coverage ratio, Interest Service Coverage ratio, Liquid Coverage ratio, Capital Redemption Reserve/Debt Redemption Reserve, Outstanding Redeemable Preference Shares, Bad Debts to Account Receivable ratio, Debtors Turnover, Inventory Turnover and Operating Margin is not applicable to the Company.

Abans Finance Pvt. Ltd.



Abans Finance Private Limited
Consolidated Financial Results - Statement of Assets & Liabilities as at;

Particulars	(₹ in Lakhs) 31/03/2023 (Audited)
ASSETS	
Financial Assets	
Cash and cash equivalents	16,613.79
Derivative financial instruments	50.78
Receivables	
(a) Trade Receivable	1,131.16
(b) Other Receivables	1.26
Loans	17,364.39
Investments	33,318.66
Other Financial assets	197.99
	68,678.03
Non-Financial Assets	
Property, Plant and Equipment	1,254.26
Goodwill on consolidation	2.78
Other non-financial assets	48.61
	1,305.65
	69,983.68
LIABILITIES AND EQUITY	
LIABILITIES	
Financial Liabilities	
(a) Payables	
(a) Trade Payables	
(i) total outstanding dues of micro enterprises and small enterprises	-
(ii) total outstanding dues other than micro enterprises & small enterprises	-
(b) Other Payables	
(i) total outstanding dues of micro enterprises and small enterprises	-
(ii) total outstanding dues other than micro enterprises & small enterprises	7.49
(b) Debt Securities	8,501.90
(c) Borrowings (Other than Debt Securities)	28,059.02
(d) Other financial liabilities	2,668.01
	39,236.42
Non-Financial Liabilities	
(a) Current tax liabilities (Net)	80.98
(b) Deferred tax liabilities (Net)	22.21
(c) Provisions	72.17
(d) Other non-financial liabilities	13.21
	188.57
EQUITY	
(a) Equity Share capital	3,447.27
(b) Other Equity	27,111.42
	30,558.69
Total Liabilities and Equity	69,983.68



Abans Finance Pvt. Ltd.

Abans Finance Private Limited
Consolidated Financial Results - Cash Flow Statement

Particulars	(₹ in Lakhs) 31-03-2023 (Audited)
<u>CASH FLOW FROM OPERATING ACTIVITIES:</u>	
Profit before tax as per Statement of Profit and Loss	1,462.62
Adjustment for:	
Foreign currency translation impact on profit of foreign Subsidiary	3.32
Depreciation/ Amortisation	35.22
Impairment Allowance on Loan - Provision / (Reversal)	(5.45)
Employee defined benefit plan expenses	(2.15)
Dividend Income	(2.62)
Net gain / (loss) on fair value of financial instruments	(496.62)
Operating Profit before Working Capital Changes	994.32
Adjusted for :	
Increase / (Decrease) in Payables	(23.20)
Increase / (Decrease) in Debt Securities	3,298.33
Increase / (Decrease) in Other Borrowings	1,959.02
Increase / (Decrease) in Provision	61.82
Increase / (Decrease) in Other Liabilities	2,673.54
Decrease / (Increase) in Derivatives financial instruments	(50.11)
Decrease / (Increase) in Receivables	(886.60)
Decrease / (Increase) in Loans & Advances	1,117.53
Decrease / (Increase) in Other Current Assets	(103.05)
Cash Generated from Operations	9,041.60
Taxes refund / (paid) - (net)	(294.39)
Net Cash from/(used in) Operating Activities (A)	8,747.21
<u>CASH FLOW FROM INVESTING ACTIVITIES:</u>	
Sale / (Purchase) of Investments	(29,116.52)
Sale / (Purchase) of Fixed Asset	(2.55)
Dividend Income	2.62
Net Cash from Investing Activities (B)	(29,116.45)
<u>CASH FLOW FROM FINANCING ACTIVITIES:</u>	
Issue of Equity shares	919.54
Share premium received on issue of Equity shares	7,080.46
Increase / (Decrease) in Borrowings	26,100.00
Net Cash from Financing Activities (C)	34,100.00
Net cash and cash equivalents (A + B + C)	13,730.76
Cash and cash equivalents at beginning of the period	2,858.71
Addition on account of acquisition	25.08
Foreign currency translation impact on cash balances of foreign Subsidiary	(0.76)
Cash and cash equivalents at end of the period	16,613.79



Abans Finance Pvt. Ltd.

Abans Finance Private Limited
Consolidated Financial Results - Segment wise Revenue, Results and Capital
employed for the year ended:

(₹ in Lakhs)

Particulars	31/03/2023 (Audited)
<u>Segment Revenue</u>	
a) Segment - Financial	2,667.26
b) Segment - Rent	44.81
c) Segment - Others / un allocable	7.62
Total	2,719.69
Less: Inter Segment Revenue	-
Net Sales / Income from Operations	2,719.69
<u>Segment Results</u>	
Profit / (Loss) before tax and interest from each segment	
a) Segment - Financial	1,604.47
b) Segment - Rent	38.87
c) Segment - Others / un allocable	(39.66)
Total	1,603.68
Less : Finance Cost	(141.06)
Total profit before exceptional item & tax	1,462.62
<u>Capital Employed</u>	
Segment Assets	
a) Segment - Financial	55,131.97
b) Segment - Rent	1,203.64
c) Segment - Others / un allocable	13,648.07
Total	69,983.68
Segment Liabilities	
a) Segment - Financial	39,312.24
b) Segment - Rent	-
c) Segment - Others / un allocable	112.75
Total	39,424.99




Abans Finance Pvt. Ltd.

Abans Finance Private Limited

Notes:

- 1 Abans Finance Private Limited, 'the company', incorporated in Maharashtra, India is a Non-Deposit Taking Non banking Financial Company ('NBFC'), as defined under section 45-IA of the Reserve Bank of India ('RBI') Act, 1934.
- 2 The Consolidated financial results for the year ended 31st March 2023 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at its meeting held on 08th August, 2023.
- 3 The Statement comply in all material aspects with Indian Accounting Standards ('Ind AS') notified under Section 133 of the Companies Act, 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time and other relevant provisions of the Act. The Statement has been prepared based on the notified Schedule III Division III of the Act, as amended from time to time, for Non-Banking Financial Companies that are required to comply with Ind AS.
- 4 As per Regulation 54(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) 2015, the Listed, Secured, Non-Convertible Debentures of the Company aggregating to Rs. 54.47 crore (principal value) are secured by first ranking charge on the loan book consisting of Unsecured Loans & Advances, External Paper/Bonds and Fixed Deposits of the Company and the Company had at all times maintained minimum Asset Cover of 1 (One) time to the value of principal and coupon payable thereon.
- 5 On 22nd July, 2022 company purchased 100% stake in; Corporate Avenue Services Limited (CASL); company incorporated in United Kingdom. Accordingly, Subsidiary's operation is consolidated from 22nd July, 2022 onwards. For the previous financial year 2021-22, preparation of consolidated accounts was not applicable as there was no investment in subsidiary company / joint venture company and hence previous period figures are not applicable.
- 6 The disclosure in terms of Ind-AS 108 dealing with 'Operating Segment' as specified under Section 133 of the Companies Act, 2013 is enclosed.
- 7 Information / Disclosure as required under Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) 2015 forms part of Financial Results.

For Abans Finance Private Limited


Mahesh Kumar Cheruveedu
Director & CEO
DIN : 09499122
Place : Mumbai
Date : 08th August, 2023



Abans Finance Pvt. Ltd.