

No. CTL/DEB/20-21/Noting Certificate/2967

November 11, 2020

To Whomsoever It May Concern,

CERTIFICATE FOR RECEIPT AND NOTING OF INFORMATION

[Pursuant to Regulation 52(5) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

We, Catalyst Trusteeship Limited (“**Debenture Trustee**”) hereby confirm that we have received and noted the information, as specified under regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015 (“**Regulations**”), provided to us by **Capital India Finance Limited** (“**the Company**”) for the Half year ended September 30, 2020.

This Certificate is being issued pursuant to the requirements of regulation 52(5) of the aforesaid Regulations, for onward submission to Stock Exchange(s) by the Company.

For Catalyst Trusteeship Limited

For CATALYST TRUSTEESHIP LIMITED


Authorized Signatory

Authorized Signatory

Encl: Results submitted by Company



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

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

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **CAPITAL INDIA FINANCE LIMITED** (the "Company"), for the quarter and half year ended September 30, 2020 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



**Deloitte
Haskins & Sells LLP**

5. We draw attention to Note 10 to the financial results, in which the Company describes the uncertainties arising from COVID 19 pandemic.

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

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



Pallavi A. Gorakshakar
(Partner)
Membership No. 105035
UDIN: 20105035AAAKY1122

Place: Mumbai
Date: November 11, 2020

CAPITAL INDIA FINANCE LIMITED
 Regd.off : 2nd floor, DLF Centre, Sansad Marg, New Delhi 110001, P.: 011-49546000
 CIN: L74899DL1994PLC128577, Website : www.capitalindia.com, Email : secretarial@capitalindia.com

(Rs. In lakhs)

Statement of Standalone Unaudited Financial Results for the quarter and half year ended September 30, 2020

S.No.	Particulars	Quarter Ended			Half Year ended		Year ended
		September 30, 2020 Refer Note 11	June 30, 2020 Unaudited	September 30, 2019 Refer Note 11	September 30, 2020 Unaudited	September 30, 2019 Unaudited	March 31, 2020 Audited
	Revenue from operation						
(i)	Interest income	2,353.90	2,260.71	2,627.70	4,614.61	5,218.79	10,277.24
(ii)	Fees and commission income	12.01	-	14.04	12.01	54.80	101.19
(iii)	Net gain on fair value changes	22.37	2.38	48.94	24.75	94.97	140.98
(iv)	Other operating income	12.46	-	-	12.46	-	-
(I)	Total revenue from operations	2,400.74	2,263.09	2,690.68	4,663.83	5,368.56	10,519.41
(II)	Other income	-	-	0.04	-	1.61	4.63
(III)	Total Income (I+II)	2,400.74	2,263.09	2,690.72	4,663.83	5,370.17	10,524.04
	Expenses						
(i)	Finance costs	448.78	317.59	319.95	766.37	666.15	1,294.35
(ii)	Employee benefits expense	552.58	620.68	624.10	1,173.26	1,249.91	2,293.91
(iii)	Depreciation & amortisation	230.13	221.45	192.96	451.59	385.04	772.22
(iv)	Impairment of financial assets (Refer Note 10)	(57.41)	109.55	203.70	52.14	227.99	1,338.98
(v)	Other expenses	151.24	124.46	155.25	275.69	358.61	700.19
(IV)	Total Expenses	1,325.32	1,393.73	1,495.96	2,719.05	2,887.70	6,399.65
(V)	Profit before tax (III-IV)	1,075.42	869.36	1,194.76	1,944.78	2,482.47	4,124.39
(VI)	Tax Expenses						
(1)	Current tax	274.51	232.57	299.23	507.09	729.13	1,440.49
(2)	Deferred tax	1.27	(13.73)	(21.89)	(12.46)	(76.75)	(354.36)
(VII)	Profit for the period/ year (V-VI)	799.64	650.52	917.42	1,450.15	1,830.09	3,038.26
(VIII)	Other Comprehensive Income	-	-	-	-	-	7.08
(IX)	Total comprehensive income (VII+VIII)	799.64	650.52	917.42	1,450.15	1,830.09	3,045.34
(X)	Paid up Equity Share Capital (Face value of Rs 10/- each)	7,773.43	7,773.43	7,773.43	7,773.43	7,773.43	7,773.43
(XI)	Reserves excluding Revaluation reserves						46,184.35
(XII)	Earnings per share (not annualised):						
(a)	Basic (Rs.)	1.03	0.84	1.18	1.87	2.35	3.91
(b)	Diluted (Rs.)	1.02	0.83	1.16	1.84	2.32	3.86
(c)	Face value per equity share (Rs)	10.00	10.00	10.00	10.00	10.00	10.00

Notes :-

1) Statement of Assets and Liabilities as at September 30, 2020

(Rs. In lakhs)

S.No.	Particulars	As at	As at
		September 30, 2020 Unaudited	March 31, 2020 Audited
	ASSETS		
1	Financial Assets		
(a)	Cash & cash equivalents	1,112.02	3,259.29
(b)	Bank balances other than Cash & cash equivalents	2,736.53	1.53
(c)	Receivables		
	- Other Receivables	10.00	19.23
(d)	Loans	52,263.74	49,409.06
(e)	Investments	14,904.02	11,150.51
(f)	Other financial assets	281.79	262.45
2	Non-financial Assets		
(a)	Current tax assets (net)	148.42	163.46
(b)	Deferred tax asset (net)	643.27	630.81
(c)	Property, plant and equipment	1,069.54	1,079.72
(d)	Other intangible assets	213.14	172.30
(e)	Capital work in progress	0.70	42.16
(f)	Right of use assets	925.38	769.80
(g)	Other non-financial assets	371.83	266.33
	TOTAL ASSETS	74,680.38	67,226.65
	LIABILITIES AND EQUITY		
	LIABILITIES		
1	Financial Liabilities		
(a)	Payables		
	- Trade Payables		
	total outstanding dues of micro enterprises and small enterprises	0.11	0.16
	total outstanding dues of creditors other than micro enterprises and small enterprises	94.26	74.86
(b)	Debt Securities	10,942.11	4,077.70
(c)	Borrowings	6,546.87	7,619.45
(d)	Other financial liabilities	1,241.37	947.57
2	Non-Financial Liabilities		
(a)	Current tax liabilities (net)	225.79	383.34
(b)	Provisions	223.06	103.21
(c)	Other non-financial liabilities	68.07	62.58
	EQUITY		
(a)	Equity share capital	7,773.43	7,773.43
(b)	Other equity	47,565.31	46,184.35
	TOTAL - LIABILITIES AND EQUITY	74,680.38	67,226.65



2) Cash Flows Statement for the period ended September 30, 2020

S.No.	Particulars	(Rs. In lakhs)	
		Six month ended September 30, 2020 Unaudited	Six month ended September 30, 2019 Unaudited
1	Cash From Operating Activities:		
	Net profit before tax	1,944.78	2,482.47
	Non-cash/ separately considered income/expense	680.61	708.96
	Other Adjustments	(3,530.39)	3,230.64
	Net Cash (used in)/ generated from operating activities (A)	(905.00)	6,422.07
2	Net Cash (used in) investing activities (B)	(6,693.68)	(3,960.89)
3	Net cash generated from/ (used in) financing activities (C)	5,451.41	(2,516.71)
4	Net decrease in cash and cash equivalents (A+B+C)	(2,147.27)	(55.53)
5	Cash and cash equivalents as at the beginning of the period	3,259.29	2,494.11
6	Cash and cash equivalents as at the end of the period	1,112.02	2,438.58

- 3) These Financial Results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act 2013 ('the Act') read with relevant rules issued thereunder and guidelines issued by the Reserve Bank of India (RBI). The figures have been presented in accordance with the format prescribed for financial statements for a Non-Banking Financial Companies (NBFC) whose financial statements are drawn up in compliance of the Companies (Indian Accounting Standards) Rules 2015, in Division III of Notification No. GSR 1022 (E) dated October 11, 2018, issued by the Ministry of Corporate Affairs, Government of India.
- 4) The results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on November 11, 2020.
- 5) The auditors have carried out Limited Review of the financial results for the quarter and half year ended September 30, 2020, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)
- 6) The main business of the Company is financing activity. Further, all activities are carried out within India. As such, there are no separate reportable segments as per the Indian Accounting Standard 108 (Ind AS) on Operating Segments.
- 7) During the quarter ended September 30, 2020 the Company has invested Rs. 1,000 lakhs by subscribing 100 lakhs equity shares at face value of Rs. 10 each of its subsidiary, Capital India Home Loans Limited.
- 8) During the half year ended September 30, 2020, the Company has issued 750 Secured Redeemable, Non-Convertible Debentures of the face value of Rs. 10 Lakhs each issued at par. These Debentures are fully secured by pari passu charge by hypothecation of book debts including coupon.
- 9) The shareholders of the Company had approved final dividend for the year ended March 31, 2020 @ Re. 0.1 per share (1%) on each equity share having a face value of Rs. 10 each aggregating to Rs. 77.73 lakhs in the annual general meeting held on September 28, 2020, which has been appropriated during the quarter and half year ended September 30, 2020.
- 10) The outbreak of COVID-19 pandemic across the globe and in India has contributed to a significant decline and volatility in the global and Indian financial markets and slowdown in the economic activities. The Reserve Bank of India (RBI) has issued guidelines relating to COVID-19 Regulatory Package and in accordance therewith, the Company had provided moratorium on the payment of all principal amounts and/or interest, as applicable, falling due between March 1, 2020 and August 31, 2020 to all eligible borrowers classified as standard, even if the said amounts were overdue on February 29, 2020. For all such accounts, where the moratorium was granted, the asset classification remained standstill during the moratorium period (i.e., the number of days past due shall exclude the moratorium period for the purpose of asset classification as per the policy). Given the uncertainty over the potential macro-economic impact and external developments including the final decision of the Honourable Supreme Court in relation to moratorium and other related matters, the Management has considered internal and external information up to the date of approval of these financial results, and has estimated overlays and made certain judgements in accordance with the policy of the Company for the purpose of determination of the provision for impairment of financial assets carried at amortised cost and in relation to revenue recognition. The provision for expected credit loss on financial assets as at September 30, 2020 aggregates Rs. 1,785.86 lakh (as on March 31, 2020 - Rs. 1,733.71 lakh) which includes management overlay for potential impact on account of the pandemic of Rs. 1,238.71 lakh (as on March 31, 2020 - Rs. 1,292.38 lakh). Based on the current indicators of future economic conditions, the Company considers these provisions to be adequate. The extent to which the pandemic could impact future results of the Company will depend on future developments, which are highly uncertain. Given the uncertainty over the potential macro-economic condition and judicial decisions, the impact of the COVID pandemic may be different from that estimated as at the date of approval of these financial results and the Company will continue to closely monitor any material changes to future economic conditions, which will be given effect to in the respective future period.
- 11) The figures for the quarter ended September 30, 2020 and September 30, 2019 are the balancing figures between unaudited figures in respect of the half year ended September 30, 2020 and September 30, 2019 and the unaudited figures of the quarter ended June 30, 2020 and June 30, 2019 respectively.
- 12) The Code on Wages, 2019 and Code Social Security, 2020 ("the Codes") relating to employees compensation and post-employment benefits that received Presidential assent have not been notified. Further, the related rules for quantifying the financial impact have not been notified. The Company will assess the impact of the Codes when the rules are notified and will record any related impact in the period the Codes become effective.
- 13) Previous period/year figures have been regrouped/reclassified to make them comparable with those of current period.

By order of the Board
Capital India Finance Limited

Amit Sahai Kulshreshtha

Amit Sahai Kulshreshtha
Executive Director & CEO
DIN: 07869849

Place: Mumbai
Date: November 11, 2020



Annexure A

Pursuant to Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we submit herewith the following information pertaining to the Non-Convertible Debentures ("NCDs"):

1) Details of outstanding NCDs:

Sr. No	ISIN	No. of NCD	Amt. of Issue (Rs.)	Credit Rating
1	INE345H07013	500	50,00,00,000	Acuite A-/ Negative
2	INE345H07021	250	25,00,00,000	Acuite A-/ Negative

2) Credit Rating and change in Credit Rating (if any):

NCDs: Acuite A-/ Negative (No change in Credit Rating)

3) Asset Cover available, in case of Non-Convertible Debt Securities: Not Applicable

4) Debt-Equity Ratio (As on September 30, 2020): 0.31 times

5) Previous due dates for NCDs: No payment has been due till Sept 2020

6) Next due dates for payment of interest and repayment of principal amount of the NCDs are as under:

Sr. No	Series/ Tranche	Type (Principal / Interest)	Amount (In Rs.)	Due date of payment
1	INE345H07013	Interest	5,00,00,000	June 24, 2021
		Interest	5,00,00,000	June 24, 2022
		Interest	5,00,00,000	June 24, 2023
		Principal	50,00,00,000	June 24, 2023
2	INE345H07021	Interest	2,51,25,000	July 30, 2021
		Interest	2,51,25,000	July 30, 2022
		Interest	2,51,25,000	July 30, 2023
		Principal	25,00,00,000	July 30, 2023

7) Debt Service Coverage Ratio: Not Applicable

8) Interest Service Coverage Ratio: Not Applicable

9) Capital Redemption reserve/ Debenture Redemption reserve: Not Required

10) Net worth: Rs. 55,338.74 Lakhs

11) Net Profit After Tax for the half year ended Sept 30, 2020: Rs. 1,450.15 Lakhs

12) Earnings Per share: Basic Earnings per share and Dilutive earnings per share for the half year ended Sept 30, 2020 is 1.87 and 1.84 per share respectively.

For Capital India Finance Limited

RACHIT
MALHOTRA

Digitally signed by
RACHIT MALHOTRA
Date: 2020.11.11
18:20:15 +05'30'

Rachit Malhotra

Company Secretary & Compliance Officer

Membership No.: A393894

Dated: November 11, 2020

Place: New Delhi

Corporate Office:

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Plot C 66, G Block,
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