DMI Finance Private Limited

Notes to the Standalone Financial Statements for the year ended March 31, 2021

(All Amount in Rs. In millions, unless otherwise stated)

8 Investments

As at March 31, 2021	Amortised cost	At fair value through profit and loss	At fair value through other comprehensive income	Subtotal	Others*	Total
(A)						
Equity instruments						
Investments in Subsidiaries / Associates						
Equity shares in DMI Management Services Private Limited	-	-	-	-	0.96	0.96
Equity shares in DMI Alternatives Private Limited	-	-	-	-	4.99	4.99
Equity shares in DMI Capital Private Limited	-	-	-	-	0.99	0.99
Others						
Equity shares in DMI Consumer Credit Private Limited	-	-	3.27	3.27	-	3.27
Equity shares in McNally Bharat Engineering Company Limited	-	25.12	-	25.12	-	25.12
Equity shares in Flash Electronics Private Limited	-	-	304.40	304.40	-	304.40
Equity shares in Alchemist Asset Reconstruction Company Limited	-	-	226.20	226.20	-	226.20
Preference shares						
Investments in Subsidiaries / Associates						
Compulsorily convertible preference shares in DMI Capital Private Limited	-	312.78	-	312.78	-	312.78
Mutual funds						
1,844,321 units in HDFC Liquid Fund - Direct Plan - Growth	-	7,461.24	-	7,461.24	-	7,461.24
1,893,629 units in SBI Liquid Fund Direct Growth		6,100.55		6,100.55	-	6,100.55
213,248 units in Baroda Pioneer Liquid Fund - Plan B Growth		505.24		505.24	-	505.24
1,666,137 units in ICICI Prudential Liquid Fund Direct Plan Growth		507.74		507.74	-	507.74
Debt instruments						
500 units of State Bank of India Series - II non convertible debenture	526.75	-	-	526.75	-	526.75
7,500 Compulsory convertible debentures in Flash Electronics India Private Limited of face value Rs 100,000 each	-	-	826.47	826.47	-	826.47
Credit Substitutes						
472 units of Panchsheel Buildtech Private Limited of face value Rs 1,000,000 fully paid up	209.85	-	71.73	281.58	-	281.58
500 units of Radiant Polymers Private Limited of face value Rs 1,000,000 fully paid up	596.12	-	-	596.12	-	596.12
629 units of Raheja Icon Entertainment Private Limited of face value Rs 1,000,000 fully paid up	172.92	-	179.08	352.00	-	352.00
705 units of Saha Estate Developer Private Limited of face value Rs 1,000,000 fully paid up	566.44	-	244.80	811.24	-	811.24
211 units of Fantasy Buildwell Private Limited of face value Rs 1,000,000 fully paid up	28.81	-	2.07	30.88	-	30.88
Other instruments						
Security receipts in Alchemist XV Trust	-	194.11	-	194.11	-	194.11
Units of DMI AIF Special Opportunities Scheme	-	-	11.01	11.01	-	11.01
Total (A) Gross	2,100.89	15,106.78	1,869.03	19,076.70	6.94	19,083.64
Less: Impairment loss allowance	402.26	-	192.86	595.12	-	595.12
Total (A) Net	1,698.63	15,106.78	1,676.17	18,481.58	6.94	18,488.52
(B)						
Investments outside India	-	-	-	-	-	-
Investments in India	2,100.89	15,106.78	1,869.03	19,076.70	6.94	19,083.64
Total (B) Gross	2,100.89	15,106.78	1,869.03	19,076.70	6.94	19,083.64
Less: Impairment loss allowance	402.26	-	192.86	595.12	-	595.12
Total (B) Net	1,698.63	15,106.78	1,676.17	18,481.58	6.94	18,488.52

* At cost

Notes:

(i) Credit substitutes are part of financing activities.

(ii) Refer note 7.1 for movement of ECL and gross carrying amount of CCDs and NCDs.

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited

Notes to the Standalone Financial Statements for the year ended March 31, 2021

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

As at March 31, 2020	Amortised cost	At fair value through profit and loss	At fair value through other comprehensive income	Subtotal	Others*	Total
(A)						
Equity instruments						
Investments in Subsidiaries / Associates						
Equity shares in DMI Management Services Private Limited	-	-	-	-	0.96	0.96
Equity shares in DMI Alternatives Private Limited	-	-	-	-	4.25	4.25
Equity shares in DMI Capital Private Limited	-	-	-	-	0.99	0.99
Others						
Equity shares in DMI Consumer Credit Private Limited	-	-	3.16	3.16	-	3.16
Equity shares in McNally Bharat Engineering Company Limited	-	7.20	-	7.20	-	7.20
Equity shares in Flash Electronics Private Limited	-	-	250.00	250.00	-	250.00
Equity shares in Alchemist Asset Reconstruction Company Limited	-	-	226.20	226.20	-	226.20
Preference shares						
Investments in Subsidiaries / Associates						
Compulsorily convertible preference shares in DMI Capital Private Limited	-	303.30	-	303.30	-	303.30
Mutual funds						
1,869,020 units in HDFC Liquid Fund - Direct Plan - Growth Option	-	7,301.53	-	7,301.53	-	7,301.53
15,00,348 units in SBI Liquid Fund Direct Growth		4,664.61	-	4,664.61	-	4,664.61
156 units in Baroda Pioneer Liquid Fund - Plan B Growth		0.36	-	0.36	-	0.36
Debt instruments						
7,500 Compulsory convertible debentures in Flash Electronics India Private Limited of face value Rs 100,000 fully paid up	-	-	773.17	773.17	-	773.17
Credit Substitutes						
471 units of Panchsheel Buildtech Private Limited of face value Rs 1,000,000 fully paid up	274.22	-	94.98	369.20	-	369.20
500 units of Radiant Polymers Private Limited of face value Rs 1,000,000 fully paid up	541.08	-	-	541.08	-	541.08
629 units of Raheja Icon Entertainment Private Limited of face value Rs 1,000,000 fully paid up	166.53	-	172.46	338.99	-	338.99
570 units of Saha Estate Developer Private Limited of face value Rs 1,000,000 fully paid up	352.09	-	152.14	504.23	-	504.23
Other instruments						
Security receipts in Alchemist XV Trust	-	195.00	-	195.00	-	195.00
Units of DMI AIF Special Opportunities Scheme	-	-	10.80	10.80	-	10.80
Total (A) - Gross	1,333.92	12,472.00	1,682.91	15,488.83	6.20	15,495.03
Less: Impairment loss allowance	106.40	-	94.55	200.95	-	200.95
Total (A) Net	1,227.52	12,472.00	1,588.36	15,287.88	6.20	15,294.08
(B)						
Investments outside India	-	-	-	-	-	-
Investments in India	1,333.92	12,472.00	1,682.91	15,488.83	6.20	15,495.03
Total (B) - Gross	1,333.92	12,472.00	1,682.91	15,488.83	6.20	15,495.03
Less: Impairment loss allowance	106.40	-	94.55	200.95	-	200.95
Total (B) - Net	1,227.52	12,472.00	1,588.36	15,287.88	6.20	15,294.08

* At cost

Notes:

(i) Credit substitutes are part of financing activities.

(ii) Refer note 7.1 for movement of ECL and gross carrying amount of CCDs and NCDs.

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

9 Other financial assets (at amortized cost)

	As at March 31, 2021	As at March 31, 2020
Security deposit	21.17	21.04
First loss default guarantee recoverable	1,114.82	44.81
Others	899.86	500.38
Total	**2,035.85**	**566.23**

10 Current tax assets

Advance income-tax (net)	214.39	154.51
	214.39	**154.51**

11 Deferred tax assets

Deferred tax liability		
Fair value of financial instruments	82.80	75.07
Difference in income recognition on unrealized gain on mutual fund investments	69.48	16.75
Total deferred tax liabilities	**152.28**	**91.82**
Deferred tax asset		
Provision for employee benefits	14.28	9.55
Difference in written down value as per Companies Act and Income-tax Act	6.47	5.91
EIR adjustment for processing fee	30.81	-
Liability against leases	7.44	3.96
Impairment loss allowance	640.90	366.51
Carry forward of interest disallowed u.s 94B	25.67	25.67
Gross deferred tax asset	**725.57**	**411.60**
Net Deferred Tax (Liability)/ Asset	**573.29**	**319.78**

Movement of deferred tax assets	As at March 31, 2020	Charged)/ credited to statement of profit and loss	(Charged)/credited to other comprehensive income	As at March 31, 2021
Liabilities				
Fair value of financial instruments	75.07	6.67	1.06	82.80
Difference in income recognition on unrealized gain on mutual fund investments	16.75	52.73	-	69.48
Assets				
Provision for employee benefits	9.55	5.34	(0.61)	14.28
Difference in written down value as per Companies Act and Income-tax Act	5.91	0.56	-	6.47
EIR adjustment for processing fee	-	30.81	-	30.81
Liability against leases	3.96	3.48	-	7.44
Impairment loss allowance	366.51	274.39	-	640.90
Carry forward of interest disallowed under section 94B	25.67	-	-	25.67
Total (net)	**319.78**	**255.19**	**(1.67)**	**573.29**

Movement of deferred tax assets	As at March 31, 2019	Charged)/ credited to statement of profit and loss	(Charged)/credited to other comprehensive income / other equity	As at March 31, 2020
Liabilities				
Interest component on CCD and CCPS	54.58	-	(54.58)	-
Fair value of financial instruments	118.94	(19.87)	(24.00)	75.07
Difference in income recognition on unrealized gain on mutual fund investments	15.25	1.50	-	16.75
Assets				
Provision for employee benefits	5.52	3.53	0.50	9.55
Difference in written down value as per Companies Act and Income-tax Act	4.14	1.77	-	5.91
Liability against leases	-	3.96	-	3.96
Impairment loss allowance	194.86	171.65	-	366.51
Carry forward of interest disallowed under section 94B	29.68	(4.01)	-	25.67
Total (net)	**45.43**	**195.27**	**79.08**	**319.78**

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limted
Notes to the Standalone Financial Statements for the Year ended March 31, 2021
(All Amount in Rs. In millions, unless otherwise stated)

12 Property, plant and equipment

	Furniture and fixtures	Computers	Vehicles	Office equipment	Lease hold improvements	Right-of-use asset	Total
Gross carrying amount							
Balance as at April 1, 2019	1.59	19.40	6.42	15.06	72.33	-	114.80
Re-classification adjustment	(0.62)	(0.33)	-	0.65	-	-	(0.30)
Additions	0.50	9.72	-	15.68	68.91	293.91	388.72
Disposals	-	-	(1.06)	-	-	-	(1.06)
Balance as at March 31, 2020	1.47	28.79	5.36	31.39	141.24	293.91	502.16
Additions	0.41	8.52	-	0.47	-	-	9.40
Disposals	-	-	-	-	-	-	-
Balance as at March 31, 2021	1.88	37.31	5.36	31.86	141.24	293.91	511.56
Accumulated depreciation							
Balance as at April 1, 2019	0.59	13.71	4.08	8.74	17.54	-	44.66
Re-classification adjustment	(0.03)	(1.33)	-	0.06	-	-	(1.30)
Charge for the year	0.13	7.40	0.71	6.39	12.40	45.24	72.27
Disposals	-	-	(1.00)	-	-	-	(1.00)
Balance as at March 31, 2020	0.69	19.78	3.79	15.19	29.94	45.24	114.63
Charge for the year	0.21	7.76	0.48	7.23	16.43	37.96	70.07
Disposals	-	-	-	-	-	-	-
Balance as at March 31, 2021	0.90	27.54	4.27	22.42	46.37	83.20	184.70
Net block							
At March 31, 2020	0.78	9.01	1.57	16.20	111.30	248.67	387.53
At March 31, 2021	0.98	9.77	1.09	9.44	94.87	210.71	326.86

13 Intangible assets

	Software	Total
Gross carrying amount		
Balance as at April 1, 2019	8.63	8.63
Re-classification adjustment	0.30	0.30
Additions	6.73	6.73
Disposals	-	-
Balance as at March 31, 2020	15.66	15.66
Additions	24.25	24.25
Disposals	-	-
Balance as at March 31, 2021	39.91	39.91
Amortization		
Balance as at April 1, 2019	2.68	2.68
Re-classification adjustment	1.30	1.30
Additions	4.13	4.13
Disposals	-	-
Balance as at March 31, 2020	8.11	8.11
Additions	9.00	9.00
Disposals	-	-
Balance as at March 31, 2021	17.11	17.11
Net block		
At March 31, 2020	7.55	7.55
At March 31, 2021	22.80	22.80

Notes
i) There are no pending contractual commitments to be executed on capital account.
ii) During the previous year, some of the assets were reclassified as office equipment and intangible assets from furniture & fixtures and computers.

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

14 Other non- financial assets

	As at March 31, 2021	As at March 31, 2020
Capital advance	6.13	9.14
Prepaid expenses	87.70	45.40
Balances with statutory / government authorities	-	49.19
Deferred rent expenses	0.10	0.10
Other non-financial assets	0.73	0.49
Total	**94.66**	**104.32**

15 Assets held for sale

Assets under settlement	189.85	189.85
	189.85	**189.85**

These assets represent assets acquired from the Company's borrowers as a part of Company's risk management strategy. In these cases, the Company had entered into settlement agreement as a prudent measure by the management wherein the borrower was approached and there was a mutual consensus between the Company and borrower to transfer the asset in the name of the Company towards settlement of the loan amount.

16 Trade payables

Total outstanding dues of Micro Enterprises and Small Enterprises *	110.75	78.68
Total outstanding dues of Creditors other than Micro Enterprises and Small Enterprises	194.95	161.37
Total	**305.70**	**240.05**

*** Details of total outstanding dues of Micro Enterprises and Small Enterprises are as follows:**

Particulars	As at March 31, 2021	As at March 31, 2020
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year.	110.75	78.68
The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	-	-
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 MSMED Act, 2006.	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year.	-	-
The amount of further interest remaining due and payable even in succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006.	-	-

17 Debt securities (at amortised cost)

Non convertible debentures (refer note 17.1)	18,551.69	20,547.57
Optionally convertible debentures (refer note 17.2)	-	2,250.00
	18,551.69	**22,797.57**
Secured **	498.69	4,744.57
Unsecured	18,053.00	18,053.00
Total	**18,551.69**	**22,797.57**
Debt securities in India	18,551.69	22,797.57
Debt securities outside India	-	-
Total	**18,551.69**	**22,797.57**

** Secured against exclusive floating charge by way of hypothecation of loans and receivables of the Company of Rs. 725 millions (previous year Rs. 7,620.21 millions).

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limted

Notes to the Standalone Financial Statements for the year ended March 31, 2021

(All Amount in Rs. In millions, unless otherwise stated)

17.1 Terms of redeemable non-convertible debentures (NCD's)

A Secured

ISIN No.	Date of allotment	Date of redemption	Nominal value per debenture	Number	Rate of interest	Face value	Amount outstanding as at March 31, 2021	Amount outstanding as at March 31, 2020	Terms of redemption
INE604C07035	June 15, 2018	June 14, 2020	10,00,000	1,500	9.45%	1,500.00	-	1,498.34	24 months from the date of allotment. Coupon payment to be made half yearly
INE604C07100	July 18, 2019	August 17, 2020	10,00,000	900	10.35%	900.00	-	896.61	Series A: On August 17, 2020 Series B: On July 16, 2021 Series C: On July 15, 2022 In case the investor has not exercised the Put option on the debenture by the second Put Notification Date (30 calendar days prior to July 16, 2021), the investor will quote a rate to the issuer on the second Put Notification Date for the remaining tenor of the debenture. Coupon Payment frequency is quarterly.
INE604C07118	July 18, 2019	July 16, 2021	10,00,000	950	10.35%	950.00	-	49.81	Series A: On August 17, 2020 Series B: On July 16, 2021 Series C: On July 15, 2022 In case the investor has not exercised the Put option on the debenture by the second Put Notification Date (30 calendar days prior to July 16, 2021), the investor will quote a rate to the issuer on the second Put Notification Date for the remaining tenor of the debenture. Coupon Payment frequency is quarterly.
INE604C07126	July 18, 2019	July 15, 2022	10,00,000	1,000	10.35%	1,000.00	-	49.81	Series A: On August 17, 2020, Series B: On July 16, 2021 and Series C: On July 15, 2022 In case the investor has not exercised the Put option on the debenture by the second Put Notification Date (30 calendar days prior to July 16, 2021), the investor will quote a rate to the issuer on the second Put Notification Date for the remaining tenor of the debenture. Coupon Payment frequency is quarterly.
INE604C07159	June 30, 2020	June 30, 2023	10,00,000	500	9.00%	500.00	498.69	-	On or prior to 36 months from the first allotment date. Coupon payment frequency is yearly
Total							498.69	2,494.57	

All secured against first pari passu charge on the standard assets portfolio receivables as per the respective agreements.

B Unsecured

ISIN No.	Date of allotment	Date of redemption	Nominal value per debenture	Number	Rate of interest	Face value	Amount outstanding as at March 31, 2021	Amount outstanding as at March 31, 2020	Terms of redemption
INE604C07142	November 1, 2019	December 1, 2020	100	2,00,00,000	10.35%	2,000.00	1,160.00	1,160.00	On or prior to 13 months from the first allotment date. Coupon payment frequency is quarterly
INE604C07134	November 8, 2019	December 8, 2020	100	25,00,000	10.35%	250.00	2,040.00	2,040.00	On or prior to 13 months from the first allotment date. Coupon payment frequency is quarterly
INE604C08082	November 25, 2019	November 25, 2023	10,00,000	2,040.00	8.50%	2,040.00	2,040.00	2,040.00	On or prior to 48 months from the first allotment date. Coupon payment frequency is quarterly
INE604C08090	December 10, 2019	December 10, 2023	10,00,000	867.00	8.50%	867.00	867.00	867.00	On or prior to 48 months from the first allotment date. Coupon payment frequency is quarterly
INE604C08108	February 20, 2020	February 20, 2024	10,00,000	7,172.00	8.50%	7,172.00	7,172.00	7,172.00	On or prior to 48 months from the first allotment date. Coupon payment frequency is quarterly
INE604C08124	February 28, 2020	February 28, 2024	10,00,000	4,640.00	9.50%	4,640.00	4,640.00	4,640.00	On or prior to 48 months from the first allotment date. Coupon payment frequency is quarterly
INE604C08116	March 12, 2020	March 12, 2024	10,00,000	134.00	8.50%	134.00	134.00	134.00	On or prior to 48 months from the first allotment date. Coupon payment frequency is quarterly
Total							18,053.00	18,053.00	

17.2 Terms of redeemable optionally-convertible debentures (OCD's)
Secured

ISIN No.	Date of allotment	Date of redemption	Nominal value per debenture	Number	Rate of interest	Face value	Amount outstanding as at March 31, 2021	Amount outstanding as at March 31, 2020	Terms of redemption
INE604C08066	October 1, 2019	October 1, 2022	10,00,000	1,160.00	10.35%	1,160.00	-	2,000.00	On or prior to 36 months from the first allotment date. Coupon payment frequency is quarterly.
INE604C08074	October 21, 2019	October 21, 2022	10,00,000	2,040.00	10.35%	2,040.00	-	250.00	On or prior to 36 months from the first allotment date. Coupon payment frequency is quarterly.
Total							-	2,250.00	

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limted

Notes to the Standalone Financial Statements for the year ended March 31, 2021

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

18 Borrowings (other than debt securities) (at amortised cost)

	As at March 31, 2021	As at March 31, 2020
Secured*		
Term loans		
From banks	1,181.19	2,824.83
Liabilities against leased assets	242.29	266.45
	1,423.48	**3,091.28**
Borrowings in India	1,423.48	3,091.28
Borrowings outside India	-	-
Total	**1,423.48**	**3,091.28**

*Secured against exclusive floating charge by way of hypothecation of loans and receivables of the Company to the extent of Rs. 2,397.07 millions (Previous year: Rs. 4,651.98 millions).

Terms of repayment of borrowings as on March 31, 2021 are as follows:

Lender	Repayment	Rate of interest	Security cover	Outstanding as on March 31, 2021	Outstanding as on March 31, 2020
HDFC Bank	16 quarterly installments	>6%<12%	133%	56.21	131.04
HDFC Bank	12 monthly installments	>6%<12%	133%	-	186.70
Kotak Mahindra Bank	12 quarterly installments	>6%<12%	133%	-	49.96
Union Bank of India	14 quarterly installments	>6%<12%	133%	-	248.35
Union Bank of India	14 quarterly installments	>6%<12%	133%	27.17	354.04
AU Small Finance Bank	36 monthly installments	>6%<12%	110%	0.92	162.22
AU Small Finance Bank	36 monthly installments	>6%<12%	110%	-	191.21
South Indian Bank	14 quarterly installments	>6%<12%	133%	85.61	170.84
Lakshmi Vilas Bank-III	12 quarterly installments	>6%<12%	133%	-	166.02
Bank of Baroda-I	16 quarterly installments	>6%<12%	133%	494.24	737.18
Bank of Baroda-2	16 quarterly installments	>6%<12%	133%	497.05	-
Hinduja Leyland Finance	36 monthly installments	>6%<12%	110%	-	427.27
SIDBI	7 monthly installments	>6%<12%	125%	20.00	-
Total				**1,181.20**	**2,824.83**

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited

Notes to the Standalone Financial Statements for the year ended March 31, 2021

(All Amount in Rs. In millions, unless otherwise stated)

19 Other financial liabilities

	As at March 31, 2021	As at March 31, 2020
Interest accrued but not due		
- Debt securities	156.43	215.41
- Borrowings other than debt securities	0.67	6.34
Expenses payable	95.28	57.29
Other financial liabities	377.49	196.34
	629.87	**475.38**

20 Provisions

Provision for gratuity	22.78	17.08
Provision for compensation absences	33.95	20.87
	56.73	**37.95**

21 Other non-financial liabitilies

Statutory dues payable	44.65	40.57
Others*	291.92	174.05
Total	**336.57**	**214.62**

* Include processing fee refundable to channel partners, advance received from borrowers and amount collected from borrowers as Debt service reserve account (DSRA).

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited
Notes to the Standalone Financial Statements for the year ended March 31, 2021
(All Amount in Rs. In millions, unless otherwise stated)

22 Equity share capital

	As at March 31, 2021		As at March 31, 2020	
	No. of shares	Amount	No. of shares	Amount
A. Authorized share capital				
Equity shares of Rs. 10 each	96,50,00,000	9,650.00	96,50,00,000	9,650.00
Compulsorily convertible preference shares of Rs. 10 each	3,50,00,000	350.00	3,50,00,000	350.00
	1,00,00,00,000	10,000.00	1,00,00,00,000	10,000.00
B. Issued, subscribed and paid up				
Fully called-up and paid-up				
Equity shares of Rs. 10 each	64,20,35,533	6,420.36	55,89,79,166	5,589.79
Sub total (A)	64,20,35,533	6,420.36	55,89,79,166	5,589.79
Partly called-up and paid-up				
Equity shares of Rs. 10 each	5,73,15,400	16.22	5,73,15,400	3.15
Sub total (B)	5,73,15,400	16.22	5,73,15,400	3.15
Total (A+B)	69,93,50,933	6,436.58	61,62,94,566	5,592.94

22.1 The reconciliation of equity shares outstanding at the beginning and at the end of the reporting year

Balance at the beginning of year	61,62,94,566	5,592.94	52,09,57,897	5,209.58
Shares issued during the year	8,30,56,367	830.57	7,52,79,865	182.79
Shares issued pursuant to conversion of compulsorily convertible preference shares	-	-	2,00,56,804	200.57
First call money called on party paid up shares	-	13.07	-	-
Balance at the end of year	69,93,50,933	6,436.58	61,62,94,566	5,592.94

22.2 Shares held by holding Company

	As at March 31, 2021		As at March 31, 2020	
	No. of shares	% holding	No. of shares	% holding
DMI Limited	51,98,89,603	74.34%	43,89,39,922	71.22%
	51,98,89,603	74.34%	43,89,39,922	71.22%

As per records of the Company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

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

Name of the shareholder	As at March 31, 2021		As at March 31, 2020	
	No. of shares	% holding	No. of shares	% holding
Equity shares of Rs. 10 each fully paid up				
DMI Limited	51,98,89,603	74.34%	43,89,39,922	71.22%
NIS Ganesha S.A.	6,47,35,441	9.26%	6,47,35,441	10.50%
K2VZ (refer (i) below)	5,73,15,400	8.20%	5,73,15,400	9.30%

Note: As per records of the Company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

(i) During the previous year, 57,315,400 equity shares of Rs. 10 each issued on partly-paid up basis where subscription amount being received on allotment was Rs. 32.11 millions as paid up value of Rs. 0.56 per share inclusive of premium of Rs. 0.51 per share calculated proportionately. Further during the current year, the Board of Directors of the Company made the first call of Rs. 2.32 per equity shares (including Rs. 2.09 per share on account of security premium) on 57,315,400 partly paid equity shares. Accordingly, the Company received an amounting to Rs. 133.13 million.

(ii) During the current year, the Company has issued 83,056,367 equity shares comprising of 80,949,681 of Rs. 10 per share at Rs. 116.36 per share (including premium of Rs. 106.36 per share) and 2,106,686 equity shares of Rs. 10 per share at Rs. 113.34 per share (including Rs. 103.34 per share). The amount received on these issues aggregates to Rs. to Rs. 9,658.08 million.

(ii) The Company had issued 2,7783,195 Compulsorily Convertible Preference Shares ("CCPS") namely Series B, Series C, Series D, Series E, Series F and Series G to different holders from time to time. As per the terms of issue of CCPS, the CCPS were converted into 2,00,56,804 ordinary equity shares of the Company on November 8, 2019.

22.4 Rights, preferences and restrictions

The Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity share is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holder 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 the equity shares held by the shareholders.

22.5 Aggregate number of shares issued for consideration other than cash during the five years

The Company has not issued any shares pursuant to a contract without payment being received in cash nor allotted as fully paid up by the way of bonus shares and there has not been any buy back of shares in the current period and the immediately preceding four years.

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited
Notes to the Standalone Financial Statements for the year ended March 31, 2021
(All Amount in Rs. In millions, unless otherwise stated)

23 Other equity

	As at March 31, 2021	As at March 31, 2020
Securities premium	23,495.35	14,547.77
Capital redemption reserve	81.21	81.21
Statutory reserve u/s 45-IC of RBI Act	977.46	932.84
Share option outstanding account	140.95	66.58
Retained earnings	3,722.35	3,538.91
Total	**28,417.32**	**19,167.31**

Security premium
Securities premium represents premium received on issue of shares. The amount is utilised in accordance with the provisions of the Companies Act 2013

Capital redemption reserve
The same had been created in accordance with provisions of the Companies Act 2013 on buy back of shares

Statutory reserve u/s 45-IC of RBI Act
The reserve is created as per the provision of Section 45 (IC) of Reserve Bank of India Act, 1934. This is a restricted reserve and no appropriation can be made from this reserve fund except for the purpose as may be prescribed by Reserve Bank of India.

Share option outstanding account
The reserve is used to recognise the fair value of the options issued to employees of the Company and subsidiary companies under Company's employee stock option plan.

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WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS * MUMBAI

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited
Notes to the Standalone Financial Statements for the year ended March 31, 2021
(All Amount in Rs. In millions, unless otherwise stated)

24 Interest income

	Year ended March 31, 2021		Year ended March 31, 2020	
	On financial assets measured at Amortised cost	On financial assets measured at fair value through OCI	On financial assets measured at Amortised cost	On financial assets measured at fair value through OCI
Interest on portfolio loans	6,394.70	18.35	5,726.94	6.47
Interest on investments	286.79	175.86	182.57	155.58
Interest on deposits	34.94	-	6.49	-
	6,716.43	**194.21**	**5,916.00**	**162.05**
Total interest income		**6,910.64**		**6,078.05**

25 Fees and commission income

	Year ended March 31, 2021	Year ended March 31, 2020
Commission on card reload	18.48	45.28
Others	20.31	6.75
	38.79	**52.03**

26 Net gain on fair value changes

Net gain on financial instruments at fair value through profit and loss		
Investments	591.04	225.77
	591.04	**225.77**
Analysis of fair value changes		
Realised	355.03	202.87
Unrealised	236.01	22.90
Total	**591.04**	**225.77**

27 Other income

Cost sharing from group companies	104.04	90.27
Miscellaneous income	-	0.02
Total	**104.04**	**90.29**

28 Finance costs

Interest		
- on non convertible debentures	1,699.45	952.03
- on bank term loan	141.75	396.28
- on bank cash credit	0.32	10.42
- on delayed deposit of statutory dues	0.81	0.20
- on leasing arrangements	24.54	20.86
Other borrowing costs	63.07	75.21
Total	**1,929.94**	**1,455.00**

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

29 Fees and commission expense

	Year ended March 31, 2021	Year ended March 31, 2020
Selling partner commission	903.63	843.03
	903.63	**843.03**

30 Impairment on financial instruments

	Year ended March 31, 2021		Year ended March 31, 2020	
	On financial instruments measured at fair value through Other Comprehensive Income	On financial instruments measured at Amortised cost	On financial instruments measured at fair value through Other Comprehensive Income	On financial instruments measured at Amortised cost
Loans	0.75	651.95	1.65	779.71
Investments	98.31	295.86	71.72	48.48
Write offs	-	1,801.87	-	631.58
Total	**99.06**	**2,749.68**	**73.37**	**1,459.77**
		2,848.74		**1,533.14**

31 Employee benefits expense

Salaries, wages and bonus	574.90	493.27
Contribution to provident and other funds	29.95	24.14
Share based payment to employees	75.78	40.90
Staff welfare expenses	18.36	15.04
Total	**698.99**	**573.35**

32 Depreciation and amortization

Depreciation on property, plant and equipment	70.07	72.27
Amortisation of intangible assets	9.00	4.13
	79.07	**76.40**

33 Other expenses

Advertisement expenses	18.67	13.30
Legal and professional fees	353.28	163.47
Travelling and conveyance expenses	4.40	28.57
Auditor's remuneration (refer note 33.1)	4.04	3.78
IT expenses	145.65	88.91
Rates and taxes	1.55	2.46
Rent	12.65	8.51
Director's sitting fee	0.56	0.16
Corporate social responsibility (refer note 33.2)	23.62	21.30
Repair and maintenance	7.30	12.29
Insurance expense	0.10	0.04
Credit evaluation fee	116.07	35.49
Credit rating fee	2.05	9.10
Customer onboarding expenses	2.28	12.88
Miscellaneous expenses	179.90	221.27
Total	**872.12**	**621.53**

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

33 Auditor's remuneration (excluding applicable taxes)

	Year ended March 31, 2021	Year ended March 31, 2020
- as auditors	3.05	2.65
- for tax services	0.03	0.29
- for other services	0.96	0.84
	4.04	**3.78**

33 Corporate social responsibility (CSR)

In respect of Corporate Social Responsibility activities, gross amount required to be spent by the Company during the year was Rs. 23.62 millions in FY 2020-21 (Previous Year Rs. 21.30 millions) and Company has spent Rs. 23.62 millions in FY 2020-21 (Previous Year Rs. 21.30 millions).

For the year ended March 31, 2021	Amount spent	Amount unpaid	Total
Construction/acquisition of any asset	-	-	-
On purpose other than above	23.62	-	23.62

For the year ended March 31, 2020	Amount spent	Amount unpaid	Total
Construction/acquisition of any asset	-	-	-
On purpose other than above	21.30	-	21.30

34 Earning per share (EPS)

	Year ended March 31, 2021	Year ended March 31, 2020
Net profit attributable to equity shareholders	**223.08**	**990.89**
Net profit for the year for basic EPS	223.08	990.89
Dilutive impact of convertible instruments	-	-
Net profit for the year for dilutive EPS	**223.08**	**990.89**
Nominal value of equity shares (In Rs.)	**10.00**	**10.00**
Weighted-average number of equity shares for basis EPS	63,55,56,623	55,60,99,064
Effect of dilution		
Convertible instruments	28,00,936	28,00,936
Weighted-average number of equity shares for dilutive EPS	**69,64,77,457**	**55,89,00,000**
Basic EPS	0.35	1.78
Dilutive EPS	0.32	1.77

WALKER CHANDIOK & CO LLP * MUMBAI * CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

35 Retirement benefit plan

Defined contribution plan

A defined contribution plan is a pension plan under which the Company pays fixed contributions; there is no legal or constructive obligation to pay further contributions. The assets of the plan are held separately from those of the Company in a fund under the control of trustees.

The total expense charged to income during the current year Rs. 8.18 millions (previous year: Rs. 6.69 millions) represents contributions payable to these plans by the Company at rates specified in the rules of the plan.

Defined benefit plan

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is unfunded.

Provision for unfunded Gratuity for all employees is based upon actuarial valuations carried out at the end of every financial year. Major drivers in actuarial assumptions, typically, are years of service and employee compensation. Pursuant to the issuance of the Indian Accounting Standard (IndAS) 19 on 'Employee Benefits', commitments are actuarially determined using the 'Projected Unit Credit' Method. Gains and losses on changes in actuarial assumptions are accounted for in the "Other comprehensive Income".

The following tables summarise the components of net benefit expense recognised in the statement of profit or loss and the funded status and amounts recognised in the balance sheet for the respective plans:

Changes in the defined benefit obligation:	**As at March 31, 2021**	**As at March 31, 2020**
Balance at the beginning of the year	17.08	8.25
Current service cost	6.99	6.19
Interest cost	1.15	0.64
Remeasurement (gain) / loss	(2.44)	2.00
Balance at the end of the year	**22.78**	**17.08**

Amount recognised in the statement of profit and loss is as under:	**Year ended March 31, 2021**	**Year ended March 31, 2020**
Current service cost	6.99	6.19
Interest cost on defined benefit obligation	1.15	0.64
Net impact on profit before tax	**8.14**	**6.83**

Amount recognised in the other comprehensive income:	**Year ended March 31, 2021**	**Year ended March 31, 2020**
Return on plan assets (excluding amounts included in net interest expense)	-	-
Actuarial changes arising from changes in demographic assumptions	-	(0.01)
Actuarial changes arising from changes in financial assumptions	-	2.12
Experience adjustments	(2.44)	(0.11)
Impact on other comprehensive income	**(2.44)**	**2.00**

The principal assumptions used in determining gratuity and post-employment benefit obligations for the company's plans are shown below:

	Year ended March 31, 2021	**Year ended March 31, 2020**
Economic assumptions		
Discount rate	6.76%	6.76%
Future salary increases	6.00%	6.00%
Demographic assumptions		
Retirement age	60	60
Mortality rates inclusive of provision for disablity	100% of IALM (2012-14)	100% of IALM (2012-14)
Attrition at ages (withdrawal rate)		
(i) upto 30 years	3.00%	3.00%
(ii) From 31 to 44 years	2.00%	2.00%
(iii) Above 44 years	1.00%	1.00%

Note: The discount rate is generally based upon the market yields available on Government bonds at the accounting date relevant to currency of benefit payments for a term that matches the liabilities. Salary growth rate is Company's long term best estimate as to salary increases and takes account of inflation, seniority, promotion, business plan, HR policy and other relevant factors on long term basis as provided in relevant accounting standard.

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

Sensitivity analysis for gratuity liability	Year ended March 31, 2021	Year ended March 31, 2020
Impact of the change in discount rate		
Impact due to increase of 0.50 %	(1.73)	(1.33)
Impact due to decrease of 0.50 %	1.91	1.47
Impact of the change in salary increase		
Impact due to increase of 0.50 %	1.92	1.48
Impact due to decrease of 0.50 %	(1.75)	(1.34)

The following is the maturity profile of gratuity:

Expected payment for future years	As at March 31, 2021	As at March 31, 2020
0 to 1 year	0.23	0.16
1 to 2 year	0.36	0.19
2 to 3 year	0.36	0.29
3 to 4 year	0.39	0.29
4 to 5 year	0.40	0.30
5 to 6 year	0.38	0.29
6th year onwards	20.66	15.56
Total expected payments	**22.78**	**17.08**

The weighted average duration of the defined benefit obligation as at 31 March 2021 is 20.27 years (2020 is 20.36 years)

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited
Notes to Standalone Financial Statements for the year ended March 31, 2021
(All Amount in Rs. In millions, unless otherwise stated)

36 Employee Stock Option Plan

I. The Company has formulated share-based payment schemes for its Group employees. Details of all grants in operation during the Year ended March 31, 2021 are as given below:

Scheme Name	DMI ESOP Plan 2019	DMI ESOP Retention Plan 2019	DMI ESOP plan 2018	DMI Retention Plan, 2018	DMI ESOP Plan, Management Scheme	DMI ESOP Plan, Legacy Scheme	DMI Employment Contract 2020	DMI Retention Bonus (NBFC Apr'20)	DMI Finance ESOP Plan 2020	DMI Variable 2019-20
Date of grant	01-Apr-19	16-Mar-20	19-Mar-18	01-Apr-18	01-Oct-18	01-Apr-18	16-Feb-21	21-Apr-20	01-Apr-20	01-Jan-21
Date of Board / Committee approval	11-Feb-20	11-Feb-20	16-Mar-18	16-Mar-18	01-Oct-18	16-Mar-18	09-Apr-20	09-Apr-20	09-Apr-20	09-Apr-20
Number of Options granted	6,88,660	14,00,000	3,22,023	14,83,942	6,04,396	18,27,677	23,068	5,80,000	3,99,387	11,355
Method of settlement	Shares	Shares	Shares	Shares	Shares	Shares	Shares	Shares	Shares	Shares
Graded vesting period *	As defined below	As defined below	As defined below	As defined below	As defined below	As defined below	100% after 3 years	As defined below	As defined below	As defined below
Number of employees to whom options were granted	40	10	6	17	5	5	1	18	44	2
First vesting date	31st March 2020	15th March 2021	18th March 2019	31-Mar-19	30-Sep-19	31-Mar-19	15-Feb-24	31-Mar-21	31-Mar-21	31-Mar-21
Exercise period **	5 years	5 years	5 years	5 years	5 years	5 years	5 years	5 years	5 years	5 years
Vesting conditions	DMI ESOP Plan 2019	DMI ESOP Retention Plan 2019	DMI ESOP Plan	DMI Retention Plan, 2018	DMI ESOP Plan, Management Scheme	DMI ESOP Plan, Legacy Scheme	DMI Employment Contract 2020	DMI Retention Bonus (NBFC Apr'20)	DMI Finance ESOP Plan 2020	DMI Variable 2019-20
Exercise price per option	95.49	100	43.90	46.74	62.21	13.29	113.34	116.36	116.36	113.34
Stock price on the date of grant	95.49	101.87	22.81	24.68	95.49	24.68	113.34	116.36	116.36	113.34

* As per the vesting schedule 30% Options will vest on completion of one year, 30% on completion of two year and 40% on completion of three year from the grant date respectively.

** Exercise Period in respect of any Vested Options means the period commencing on the date of Vesting of such Option and expiring on the fifth anniversary of Option Grant Date

March 31, 2021

II. Reconciliation of options	DMI ESOP plan 2018	DMI Retention Plan, 2018	DMI ESOP Plan,Management Scheme	DMI ESOP Plan, Legacy Scheme	DMI ESOP PLAN 2019	DMI ESOP RETENTION PLAN 2019	DMI Employment Contract 2020	DMI Retention Bonus (NBFC Apr'20)	DMI Finance ESOP Plan 2020	DMI Variable 2019-20
Options outstanding at the beginning of the year	3,22,023	15,50,442	7,23,981	18,27,677	7,72,377	17,00,000	-	-	-	-
Granted during the year	-	-	-	-	-	-	23,068	5,80,000	3,99,387	11,355
Exercised during the year	-	-	-	-	-	-	-	-	-	-
Lapsed during the year	-	66,500	1,19,585	-	83,717	3,00,000	-	-	-	-
Outstanding at the end of the year	**3,22,023**	**14,83,942**	**6,04,396**	**18,27,677**	**6,88,660**	**14,00,000**	**23,068**	**5,80,000**	**3,99,387**	**11,355**
Weighted average remaining contractual life (in years)	1.96	2.00	2.50	2.00	3.00	3.96	4.88	4.00	4.00	4.76

March 31, 2020

II. Reconciliation of options	DMI ESOP plan 2018	DMI Retention Plan, 2018	DMI ESOP Plan,Management Scheme	DMI ESOP Plan, Legacy Scheme	DMI ESOP PLAN 2019	DMI ESOP RETENTION PLAN 2019
Options outstanding at the beginning of the year	3,22,023	15,50,442	7,23,981	18,27,677	-	-
Granted during the year	-	-	-	-	7,72,377	17,00,000
Exercised during the year	-	-	-	-	-	-
Lapsed during the year	-	-	-	-	-	-
Outstanding at the end of the year	3,22,023	15,50,442	7,23,981	18,27,677	7,72,377	17,00,000
Weighted average remaining contractual life (in years)	2.96	3.00	3.50	3.00	4.00	4.96

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

III. Computation of fair value

For undertaking fair valuation of ESOP, the Company is using Black-Scholes Model.

ESOP PLAN	DMI ESOP PLAN 2019	DMI ESOP RETENTION PLAN 2019	DMI ESOP PLAN 2018	DMI Retention Plan, 2018	DMI ESOP Plan, Management Scheme	DMI ESOP Plan, Legacy Scheme	DMI Employment Contract 2020	DMI Retention Bonus (NBFC Apr'20)	DMI Finance ESOP Plan 2020	DMI Variable 2019-20
Fair market value of shares (Rs.)	95.49	101.87	22.81	24.68	95.49	24.68	113.34	116.36	116.36	113.34
Volatility	30%	30%	15%	15%	15%	15%	30%	30%	30%	30%
Risk free rate	7.35%	6.50%	6.00%	7.50%	7.50%	7%	6.14%	6.14%	6.14%	6.14%
Exercise price (Rs.)	95.49	100	43.9	46.74	62.21	13.29	113.34	116.36	116.36	113.34
Option fair value	**38.86**	**40.47**	**0.67**	**1.15**	**49.45**	**15.32**	**43.35**	**44.51**	**44.51**	**43.35**

The Company applies the fair value method of accounting to account for stock options issued by it to the employees of the Company. The fair market value of such instruments as at the grant date is recognized as an expense over the period in which the related services are received. Accordingly, fair value of the stock options and restricted stock units is amortized on a straight-line basis over the vesting period of the stock options. The Company recognies share based compensation in the Statement of Profit and Loss with a corresponding credit to Capital Reserve Account (Share Options Outstanding Account).

The Company has entered into Cost chargeback agreement with the grantor and post this agreement the Company would be required to pay the difference of market price of the options and exercise price of the options exercised by the employees of the Company, to DMI Housing Finance Private Limited. Therefore, in the current year, share based compensation expense has been recognized in the Statement of Profit and Loss with a corresponding credit to a liability account viz Share Options Outstanding Account disclosed under notes.

The company has granted options of DMI Housing Finance Private Limited(Grantor) to its employees for which the Company has entered into Cost chargeback agreement with the Grantor whereby the company would be required to pay the difference in market price and exercise price of the options exercised by the employees of the Company. In the current year, the Company has recognized Rs. 2.16 Millions as share based compensation expense in the Statement of Profit and Loss with a corresponding credit to a liability account which is Rs 9.29 Millions as on March 31,2021.

The employees' compensation expense for Stock options during the year ended 31 March 2021 amounts to Rs.75.78 millions (previous year Rs.40.90 millions).

WALKER CHANDIOK & CO LLP * MUMBAI * CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

37 Disclosures in respect of Related Parties as per Indian Accounting Standard (IndAS) – 24 'Related Party Disclosures

(a) List of related parties

Holding company
DMI Limited

Subsidiaries
DMI Management Services Private Limited
DMI Capital Private Limited

Associate
DMI Alternatives Private Limited

Fellow subsidiaries
DMI Consumer Credit Private Limited
DMI Housing Finance Private Limited

Key managerial personnel (KMP)

Name	Designation
Mr. Yuvraja Chanakya Singh	Joint Managing Director
Mr. Shivashish Chatterjee	Joint Managing Director
Mrs. Bina Singh	Director
Mrs. Jayati Chatterjee	Director
Mr. Gurcharan Das	Director
Mr. Gaurav Burman	Director
Mr. Tamer Amr	Director
Mr. Nipender Kochhar	Director
Mr. Jatinder Bhasin	Chief Financial Officer (upto 17 March 2021)
Mr. Krishan Gopal	Chief Financial Officer (w.e.f. 18 March 2021)
Mr. Sahib Pahwa	Company Secretary

Relatives of KMP
Mrs. Mallika Singh
Ms. Promita Chatterjee

Enterprises over which key management personnel and relatives of such personnel exercise significant influence with whom transactions have been undertaken:
K2VZ, Partnership Firm
DMI Alternative Investment Fund

(b) Significant transactions with related parties:

Name of related party	Nature of transaction	For the year ended March 31, 2021	For the year ended March 31, 2020
DMI Housing Finance Private Limited	Cost share recovery	70.18	64.44
	Share based payment	2.16	3.92
	Interest on loan	20.78	-
	Repayment of loan	700.00	-
	Reimbursement of expense paid by related party on behalf of entity	-	0.98
DMI Management services Private Limited	Cost share recovery	0.06	0.06
	Repayment of advance	-	17.45
DMI Capital Private Limited	Cost share recovery	0.60	0.60
DMI Alternative Investment Fund	Repayment of loan	800.00	-
	Interest expenses	23.75	-
DMI Alternatives Private Limited	Cost share recovery	33.46	25.17
	Share based payment	0.74	1.55

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited
Notes to the Standalone Financial Statements for the year ended March 31, 2021
(All Amount in Rs. in millions, unless otherwise stated)

Name of related party	Nature of transaction	For the year ended March 31, 2021	For the year ended March 31, 2020
DMI Limited	Transfer of Compulsory Convertible Debentures	-	2.17
	Issue of equity shares	9,419.31	1,714.63
Mr. Sahib Pahwa	Loan / advance given	0.48	0.57
	Interest income	0.05	0.06
	Remuneration	4.12	4.03
	Loan received back	0.09	0.08
Mrs. Bina Singh	Transfer of Compulsory Convertible Debentures	-	2.17
	Sitting fee	0.10	0.06
Mr. Yuvraja Chanakya Singh	Remuneration	57.10	57.54
	Post employment benefits	0.36	0.36
	Issue of equity shares	119.39	-
Mr. Shivashish Chatterjee	Remuneration	56.38	56.08
	Post employment benefits	0.36	0.36
	Issue of equity shares	119.39	-
Mrs. Jayati Chatterjee	Sitting fees	0.18	0.16
Mr. Gurcharan Das	Sitting fees	0.10	0.06
Mr. Nipender Kochhar	Sitting fees	0.16	0.16
Mr. Jatinder Bhasin	Remuneration	10.92	12.58
Mr. Krishan Gopal	Remuneration	0.67	-
K2VZ	Issue of equity shares	133.13	32.11

(c) Outstanding balances with related parties:

Name of related party	Nature of transaction	As at March 31, 2021	As at March 31, 2020
Mr. Sahib Pahwa	Loan receivable	0.48	0.57
DMI Housing Finance Private Limited	Loan payable	-	700.00
DMI Alternative Investment Fund	Loan payable	-	800.00
DMI Alternatives Private Limited	ESOP	4.89	4.15

Others
During the Year ended March 31, 2021, the Company has bought back certain non convertible debentures from Mr. Sahib Pahwa for consideration of Rs 0.64 millions (previous year: Nil)

During the Year ended March 31, 2021, the Company has bought back certain non convertible debentures from DMI Housing Finance Private Limited for consideration of Rs 126.48 millions (previous year: Nil)

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

38 Impact of COVID 19 pandemic

The COVID-19 pandemic has continued to cause a significant disruption of the economic activities across the globe including India throughout the year, with second wave of the pandemic emerging towards the later part of the financial year in India. The Government of India announced a nation-wide lockdown to contain the spread of the virus which continued till May 31, 2020. Subsequently, various state governments and local statutory authorities imposed restrictions on economic activities in different parts of the country which continued to impact Company's operations including lending and collection activities. Further, pursuant to the Reserve Bank of India ('RBI') COVID-19 Regulatory package issued vide circulars dated March 27, 2020 and May 23, 2020 which allowed lending institutions to offer moratorium to borrowers on payment of instalments falling due between March 1, 2020 and August 31, 2020, and consequently the Company had offered a moratorium to its eligible borrowers until August 31, 2020.

In assessing the impairment allowance for loan portfolio, the Company has considered internal and external sources of information available including indicators of deterioration in the macro-economic factors. Further, the management has estimated the impact of the ongoing second wave of the pandemic on its loan portfolio, based on reasonable and supportable information available till date and considering performance after the first wave, and has noted that the existing provisioning levels are adequate to cover any further delinquencies. Given the unique nature and scale of this pandemic, its full extent of impact on the Company's operations and financial metrics, more specifically on the borrower's ability to service their obligations on a timely basis, will depend on the severity and duration of the pandemic as well as on highly uncertain future developments including governmental and regulatory measures and the Company's responses thereto. Accordingly, the management's estimate of impairment losses based on various variables and assumptions could result in actual credit loss being different than that being estimated.

The Company has assessed the impact of the pandemic on its liquidity and ability to repay its obligations as and when they are due. The Company has considered its current liquidity position, expected inflows from various sources of borrowings and stimulus packages announced by the Government of India. Based on the foregoing, management believes that the Company will be able to pay its obligations as and when these become due in the foreseeable future. The impact of the pandemic on the operations of the Company is significantly dependent on uncertain future economic conditions.

In accordance with the CoVID-19 Regulatory Packages announced by RBI on March 27, 2020, April 17, 2020 and May 23, 2020, the Company has offered moratorium on the payment of instalments and/or interest, as applicable, falling due between March 01, 2020 and August 31, 2020 to eligible borrowers. For such accounts that were granted moratorium, the prudential assets classification remained standstill during the moratorium period (i.e., the number of days past due excluded the moratorium period for the purposes of asset classification under Income Recognition, Asset Classification and Provisioning Norms).

Further, on August 6, 2020, the Reserve Bank of India announced Resolution Framework for Covid related stress for personal loans, other eligible exposures and MSMEs (Resolution Framework 1.0) and further on May 5, 2021, Resolution Framework 2.0 was announced by RBI. On the basis of eligibility criteria defined by RBI in Resolution Framework 1.0 and 2.0, the company gave the benefit of restructuring the loan account to borrowers with total loan outstanding amounting to Rs 2,778.92 Millions.

39 Interest on interest

In accordance with notification no. RBI/2021-22/17 DOR.STR.REC.4/21.04.048/2021-22 dated April 7, 2021 issued by the RBI, all lending institutions shall refund/adjust 'interest on interest' to all borrowers including these 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 estimated the said amount and made provision for refund/adjustment in these standalone financial statements.

40 During the current year, in compliance with Scheme for grant of ex-gratia payment of difference between compound interest and simple interest for six months to borrowers in specified loan accounts (March 1, 2020 to Augut 31, 2020), the Company granted the benefit amounting to Rs. 99.47 millions to its borrowers.

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

41 Capital

The Company actively manages its capital base to cover risk inherent to its business and meets the capital adequacy requirements of the regulator, Reserve Bank of India (RBI).

(i) Capital management:

Objective

The Company's objective is to maintain appropriate levels of capital to support its business strategy taking into account the regulatory, economic and commercial environment. The Company aims to maintain a strong capital base to support the risks inherent to its business and its growth strategy. The Company endeavors to maintain a higher capital base than the mandated regulatory capital at all times.

Planning

The Company's assessment of capital requirement is aligned to its planned growth which forms part of an annual operating plan which is approved by the Board and also a long range strategy. These growth plans are aligned to assessment of risks- which include credit, liquidity and interest rate.

The Company endeavors to maintain its Capital Risk Adequacy Ratio (CRAR) higher than the mandated regulatory norm. Accordingly, increase in capital is planned well in advance to ensure adequate funding for its growth.

(ii) Regulatory capital

	As at March 31, 2021	As at March 31,2020
Tier 1 CRAR	59.03%	43.31%
Tier 2 CRAR	1.17%	0.69%
Total CRAR	60.20%	44.00%

In case of un-disbursed loan facility, the Company has sole and absolute discretion to allow or reject any further drawdown request. Hence, undrawn commitment for the Company are amounting to Nil.

The CRAR is computed as per the Master Direction - Non Banking Financial Company - Systematically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 read with the circular issued by Reserve Bank of India on March 13, 2020.

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings.

No changes were made in the objectives, policies or processes for managing capital during the years ended March 31, 2021 and March 31, 2020.

42 Contingent liabilities and commitments

Contingent liabilities

The Company has given corporate guarantees to banks against different facilities to its fellow subsidiary DMI Housing Finance Private Limited of Rs. 4,447.17 millions as at March 31, 2021 (March 31,2020: Rs. 5,474.59 millions).

During the year, the Company has received an assessment order for FY 2016-17 wherein the assessing officer has made an addition for an amount of Rs.6.42 millions on account of disallowance of deduction under section 80G of the Income-tax Act, 1961. The Company has appealed before Commissioner of Income Tax-Appeal (CIT(A)) against the order. This disallowance has resulted into an additional demand of Rs. 2.26 million but the Company has already paid the taxes more than by Rs. 2.31 million therefore, the Company is not required to pay any additional demand. In presence of favorable case laws and judicial precedents wherein similar facts have been addressed, the Company expects that the additional demand will be deleted by CIT (A).

Commitments

In case of un-disbursed loan facility, the Company has sole and absolute discretion to allow or reject any further drawdown request. Hence, undrawn commitment for the Company are amounting to Nil.

43 Reconciliation of liabilities arising from financing activities

Particulars	Debt securities	Borrowings other than debt securities	Liability against leased assets	Total
April 1, 2019	**5,782.28**	**4,138.86**	-	9,921.14
Adoption of Ind AS 116	-	-	293.91	293.91
Cash flows:				-
- Repayment	(4,300.00)	(2,314.54)	(54.80)	(6,669.34)
- Proceeds	21,303.00	980.00		22,283.00
Non-cash				
- Deferrement / amortisation of upfront fees and other charges	12.29	20.51		32.80
- Others			27.34	27.34
March 31, 2020	**22,797.57**	**2,824.83**	**266.45**	**25,888.85**
Cash flows:				
- Repayment	(4,750.00)	(2,355.33)	(55.18)	(7,160.51)
- Proceeds	500.00	700.00	-	1,200.00
Non-cash				
- Deferrement / amortisation of upfront fees and other charges	4.12	11.69	-	15.81
- Others	-	-	31.02	31.02
March 31, 2021	**18,551.69**	**1,181.19**	**242.29**	**19,975.17**

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

44 Leases

The Company has lease contracts for office and residential spaces taken on lease. The lease terms are between 1 to 10 years.
The Company also has certain lease with lease terms of 12 months or less. The Company applies the 'short-term lease' recognition exemptions for these leases.

The carrying amounts of right-of-use assets recognized and the movements during the period are as follows:

Particulars	March 31, 2021	March 31, 2020
Balance at the beginning of the year	248.67	-
Additions made during the year	-	293.91
Depreciation charge for the year	37.96	45.24
Balance at the end of the year	210.71	248.67

The carrying amounts of lease liabilities and the movements during the period are as follows:

Particulars	March 31, 2021	March 31, 2020
Balance at the beginning of the year	266.45	-
Additions made during the year	-	293.91
Interest accretion for the year	31.02	27.34
Payments made during the year	(55.18)	(54.80)
Balance at the end of the year	242.29	266.45

The effective interest rate for lease liabilities is 10%, with maturity ranging to 2027-28.

The following are the amounts recognized in profit and loss :

Particulars	March 31, 2021	March 31, 2020
Depreciation expense in respect of right-of-use asset	37.96	45.24
Interest expense in respect of lease liabilities	24.54	20.86
Expense relating to short-term leases (included on other expenses)	12.65	8.51
Total amount recognised in profit or loss	**75.15**	**74.61**

The Company's total cash outflows for leases was Rs 48.70 Millions during year (previous year Rs 54.80 Millions)

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

45 Tax expenses

The major components of income tax expense for the years ended March 31, 2021 and March 31, 2020 are :

	Year ended March 31, 2021	Year ended March 31, 2020
Current tax	344.13	548.07
Deferred tax credit	(255.19)	(195.27)
Income tax expense reported in the statement of profit or loss	**88.94**	**352.80**

The major components of tax expense and its reconciliation to expected tax expense based on the enacted tax rate applicable to the Company is 25.168% (March31, 2020: 25.168%) and the reported tax expense in statement of profit and loss are as follows:

	Year ended March 31, 2021	Year ended March 31, 2020
Profit before tax	312.02	1,343.69
Income-tax rate	25.168%	25.168%
Expected tax expense	**78.53**	**338.18**
Expenditure disallowed	465.26	66.32
Income not subject to tax	0.17	(78.71)
Deductions	(458.23)	25.73
Short term capital gain	-	1.28
Tax for earlier years	3.21	-
Tax expense	**88.94**	**352.80**

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited
Notes to Standalone Financial Statements for the year ended March 31, 2021
(All Amount in Rs. In millions, unless otherwise stated)

46 Maturity analysis of assets and liabilities:

Particulars	As at March 31, 2021			As at March 31, 2020		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
ASSETS						
Financial assets						
Cash and cash equivalents	2,476.26	-	**2,476.26**	1,190.89	-	**1,190.89**
Bank balance other than cash and cash equivalents	267.21	-	**267.21**	15.20	-	**15.20**
Trade receivables	54.64	-	**54.64**	33.65	-	**33.65**
Loans	16,971.61	14,442.00	**31,413.61**	18,347.05	15,006.46	33,353.51
Investments	15,516.25	2,972.27	**18,488.52**	12,285.68	3,008.40	15,294.08
Other financial assets	2,015.59	20.26	**2,035.85**	545.91	20.32	566.23
Non- financal assets						
Current tax assets (net)	214.39	-	**214.39**	154.51	-	**154.51**
Deferred tax assets (net)	-	573.29	**573.29**	-	319.78	**319.78**
Property, plant and equipment	46.26	280.60	**326.86**	34.26	353.27	**387.53**
Intangible assets	-	22.80	**22.80**	-	7.55	**7.55**
Other non- financial assets	94.66	-	**94.66**	104.32	-	**104.32**
Assets held for sale	189.85	-	**189.85**	189.85	-	**189.85**
	37,846.72	**18,311.22**	**56,157.94**	**32,901.32**	**18,715.78**	**51,617.10**
LIABILITIES AND EQUITY						
LIABILITIES						
Financial liabilities						
Trade payables						
(i) total outstanding dues of micro enterprises and small enterprises	110.75	-	**110.75**	78.68	-	**78.68**
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	194.95	-	**194.95**	161.37	-	**161.37**
Debt securities	-	18,551.69	**18,551.69**	4,744.57	18,053.00	22,797.57
Borrowings (other than debt securities)	600.22	823.26	**1,423.48**	1,473.46	1,617.82	3,091.28
Other financial liabilities	629.87	-	**629.87**	475.38	-	475.38
Non financial liabilities						
Provisions	56.73	-	**56.73**	37.95	-	**37.95**
Other non-financial liabitilies	336.57	-	**336.57**	214.62	-	**214.62**
Equity						
Equity share capital	-	6,436.58	**6,436.58**	-	5,592.94	**5,592.94**
Other equity	-	28,417.32	**28,417.32**	-	19,167.31	**19,167.31**
	1,929.09	**54,228.85**	**56,157.94**	**7,186.03**	**44,431.07**	**51,617.10**

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited

Notes to Standalone Financial Statements for the year ended March 31, 2021

(All Amount in Rs. In millions, unless otherwise stated)

47 Disclosure of expected credit loss and provisions required as per Income Recognition and Asset Classification norms;

Amount in Rs. crores

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	Provisions 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	3,328.65	140.58	3,188.07	40.71	99.87
	Stage 2	162.44	32.41	130.03	10.74	21.67
Subtotal		3,491.10	172.99	3,318.10	51.45	121.54
Non-Performing Assets (NPA)						
Substandard	Stage 3	1.09	1.09	-	0.09	1.00
Doubtful - up to 1 year	Stage 3	79.75	38.12	41.63	15.55	22.57
1 to 3 years	Stage 3	44.35	40.65	3.70	13.12	27.53
More than 3 years	Stage 3	17.16	8.91	8.25	7.71	1.20
Subtotal for doubtful		141.26	87.68	53.58	36.38	51.30
Loss	Stage 3	-	-	-	-	-
Subtotal for NPA		142.35	88.77	53.58	36.47	52.30
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	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Subtotal		-	-	-	-	-
Total	Stage 1	3,328.65	140.58	3,188.07	40.71	99.87
	Stage 2	162.44	32.41	130.03	10.74	21.67
	Stage 3	142.35	88.77	53.58	36.47	52.30
	Total	3,633.44	261.76	3,371.68	87.92	173.84

48 Disclosures pursuant to RBI Notification - RBI/2019-20/220 DOR.No.BP.BC.63/21.04.048/2019-20 dated 17 April 2020

(a) SMA/overdue categories, where the moratorium/deferment was extended

Amount in Rs. crores

Particulars	As at March 31, 2021	As at March 31, 2020
Respective amounts in SMA/overdue categories, where the moratorium/deferment was extended, in terms of paragraph 2 and 3 of the circular	166.24	708.75
Respective amount where asset classification benefit is extended	-	122.44
Provisions made in terms of paragraph 5 of the circular (as per Para 4, applicable to entities covered under Ind AS) (as of 31 March 2021/ 31 March 2020)	51.03	15.86
Provisions adjusted against slippages in terms of paragraph 6 of the circular	-	-
Residual provisions as of 31 March 2021/ 31 March 2020 in terms of paragraph 6 of the Circular	51.03	15.86

(b) Asset classification benefit extension

Asset classification benefit has not been given to any account as at 31 March 2021 (previous year benefit was extended to 7,210 accounts having total outstanding of Rs. 122.44 Crore).

49 Segment Information

The Company operates in a single reportable segment i.e. financing which has similar risks and returns for the purpose of Ind AS 108 "Operating segments" is considered to be the only reportable business segment. The Company derives its major revenues from financing activities and its customers are widespread. Further, the Company operates only in India which is considered as a single geographical segment.

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited

Notes to Standalone Financial Statements for the year ended March 31, 2021

(All Amount in Rs. In millions, unless otherwise stated)

50 Risk management

Introduction and risk profile

The Company is a private finance company in India and is regulated by the Reserve Bank Of India (RBI). In view of the intrinsic nature of operations, the Company is exposed to a variety of risks, which can be broadly classified as liquidity risk, credit risk, interest rate risk and equity price risk. It is also subject to various regulatory risks.

Risk management struture and policies

As a lending institution, Company is exposed to various risks that are related to lending business and operating environment. The Principal Objective in Company 's risk management processes is to measure and monitor the various risks that Company is subject to and to follow policies and procedures to address such risks. Company 's risk management framework is driven by Board and its subcommittees including the Audit Committee, the Asset Liability Management Committee and Risk Management Committee. Company gives due importance to prudent lending practices and have implemented suitable measures for risk mitigation, which include verification of credit history from credit information bureaus, personal verification of a customer's business and residence, technical and legal verifications, conservative loan to value.

(A) Liquidity risk

Liquidity risk is the potential for loss to an institution arising from either its inability to meet its obligations or to fund increases in assets as they fall due without incurring unacceptable cost or losses.

The Company manages liquidity risk by measuring and managing net funding requirements using a maturity ladder and calculation of cumulative surplus or deficit of funds at selected maturity dates which has been adopted as a standard tool. The Company's Assets-Liability Committee (ALCO) is responsible for determining the appropriate mix of available funding sources utilized to ensure Company liquidity is managed prudently and appropriately. With regard to the process of liquidity management, ALCO also considers the current economic and market environment, near-term loan growth projections and long-term strategic business decisions.

The table below summarises the maturity profile of the undiscounted cash flows of the Company's financial assets and liabilities

March 31, 2021	upto 1 month	Over 1month to 2 month	Over 2 months to 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Financial assets									
Cash and cash equivalents	2,476.26	-	-	-	-	-	-	-	2,476.26
Bank balance other than Cash and cash equivalents	-	-	-	261.91	5.30	-	-	-	267.21
Trade receivables	54.64	-	-	-	-	-	-	-	54.64
Loans	4,116.83	2,770.01	2,512.07	5,776.66	6,300.73	15,486.83	3,364.92	785.95	41,114.01
Investments	14,930.65	42.69	553.00	108.14	188.15	737.38	1,770.71	1,595.70	19,926.41
Other financial assets	245.73	-	127.15	1,542.70	100.00	1.35	3.92	15.00	2,035.85
Financial liabilities									-
Trade payables	0.35		305.35						305.70
Debt securities	-	282.12	65.28	389.97	781.18	21,171.39			22,689.93
Borrowings (other than debt securities)	29.06	26.91	150.18	154.56	281.90	555.47	191.25	-	1,329.33
Other financial liabilities	95.04	140.74	50.60	254.50	88.90	-	-	-	629.87

March 31, 2020	upto 1 month	Over 1month to 2 month	Over 2 months to 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Financial assets									
Cash and cash equivalents	1,190.89	-	-	-	-	-	-	-	1,190.89
Bank balance other than Cash and cash equivalents	3.21	-	-	-	11.99	-	-	-	15.20
Trade receivables	33.65	-	-	-	-	-	-	-	33.65
Loans	2,593.84	2,118.42	2,992.18	6,648.71	8,331.45	14,228.42	3,434.35	1,481.82	41,829.19
Investments	11,975.45	24.62	68.98	147.05	323.03	1,326.79	374.97	2,090.86	16,331.76
Other financial assets	294.35	-	167.18	83.66	0.72	1.41	8.08	10.83	566.23
Financial liabilities									
Trade payables	0.35	-	239.70	-	-	-	-	-	240.05
Debt securities	99.34	341.77	1,584.51	1,482.22	3,111.37	6,231.68	15,900.46	-	28,751.35
Borrowings (other than debt securities)	68.87	164.22	207.04	439.49	790.57	1,602.71	-	-	3,272.90
Other financial liabilities	79.69	159.29	57.79	111.36	67.25	-	-	-	475.38

(B) Credit risk

Credit risk arises from the potential that an obligor is either unwilling to perform on an obligation or its ability to perform such obligation is impaired resulting in economic loss to the Company. The Company's credit risk management framework is categorized into following main components:

- Senior management's oversight
- Organizational structure
- Systems and procedures for identification, acceptance, measurement, monitoring and controlling risks.

It is the overall responsibility of the Company's senior management to approve the Company's credit risk strategy and lending policies relating to credit risk and its management. The policies are based on the Company's overall business strategy and the same is reviewed every quarter by the senior management.

To maintain credit discipline and to enunciate credit risk management and control process there is a separate risk management department independent of loan origination function. The risk management department performs the function of credit policy formulation, credit limit setting, monitoring of credit exceptions / exposures and review /monitoring of documentation.

The carrying amount of financial assets represents the maximum credit exposure.

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited

Notes to Standalone Financial Statements for the year ended March 31, 2021

(All Amount in Rs. In millions, unless otherwise stated)

Analysis of risk concentration

The following table shows the risk concentration by industry for the financial assets of the Company:

March 31, 2021	Financial services	Government	Real estate	MSME	Services & manufacturing	Retail	Others	Total
Financial asset								
Cash and cash equivalents	2,476.26	-	-	-	-	-	-	2,476.26
Bank balance other than Cash and cash equivalents	267.21	-	-	-	-	-	-	267.21
Term loans - Corporate (contractual amount of loans)	-	-	9,047.64	-	2,538.08	703.54	-	12,289.26
Term loans - Consumer loans (contractual amount of loans)	-	-	-	434.74	-	18,689.61	-	19,124.35
Trade receivables	-	-	-	-	-	54.64	-	54.64
Investments	15,835.60	-	1,032.21	-	1,600.48	-	20.23	18,488.52
Other financial assets	-	-	-	-	-	2,014.68	21.17	2,035.85
Total	18,579.07	-	10,079.85	434.74	4,138.56	21,462.47	41.40	54,736.09

March 31, 2020	Financial services	Government	Real estate	MSME	Services & manufacturing	Retail	Others	Total
Financial asset								
Cash and cash equivalents	1,190.89	-	-	-	-	-	-	1,190.89
Bank balance other than Cash and cash equivalents	15.20	-	-	-	-	-	-	15.20
Term Loans- Corporate(contractual amount of loans)	-	-	7,969.08	28.60	3,172.00	682.56	-	11,852.24
Consumer Loans(contractual amount of loans)		-	-	638.42	-	20,862.85	-	21,501.27
Receivables	-	-	-	-	-	33.65	-	33.65
Investments	12,691.99	-	1,023.16	-	1,559.76	-	19.17	15,294.08
Other financial assets	-	-	-	-	-	545.19	21.04	566.23
Total	13,898.08	-	8,992.24	667.02	4,731.76	22,124.25	40.21	50,453.56

(C) Market risk

Market risk is the risk that the value of on and off-balance sheet positions of a financial institution will be adversely affected by movements in market rates or prices such as interest rates, foreign exchange rates, equity prices, credit spreads and/or commodity prices resulting in a loss to earnings and capital.

Financial institutions may be exposed to market risk in variety of ways. Market risk exposure may be explicit in portfolios of securities / equities and instruments that are actively traded. Conversely it may be implicit such as interest rate risk due to mismatch of loans and deposits. Besides, market risk may also arise from activities categorized as off-balance sheet item. Therefore, market risk is potential for loss resulting from adverse movement in market risk factors such as interest rates, forex rates, equity and commodity prices.

The Company's exposure to market risk is primarily on account of interest rate risk and equity price risk.

Total market risk exposure

Particulars	As at March 31, 2021	As at March 31, 2020	Primary risk sensitivity
ASSETS			
Financial assets			
Investments (Other than credit substitutes)	18,482.34	14,816.33	Equity price
Credit substitutes	281.58	369.20	Interest rate
LIABILITIES			
Financial liabilities			
Debt securities	18,551.69	22,797.57	Interest rate
Borrowings (other than debt securities)	1,423.48	3,091.28	Interest rate

(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 shall be continuously monitored.

Due to the very nature of financing, the Company is exposed to moderate to higher interest rate risk. This risk has a major impact on the balance sheet as well as the income statement of the Company. Interest rate risk arises due to:

i) Changes in regulatory or market conditions affecting the interest rates
ii) Short term volatility
iii) Prepayment risk translating into a reinvestment risk
iv) Real interest rate risk.

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates (all other variables being constant) of the Company's statement of profit and loss:

Particulars	Effect on net profit	
Borrowings	For the year ended March 31, 2021	For the year ended March 31, 2020
Decrease in 50 basis points	7.34	19.55
Increase in 50 basis points	(7.34)	(19.55)

Particulars	Effect on net profit	
Borrowings	For the year ended March 31, 2021	For the year ended March 31, 2020
Decrease in 50 basis points	-	15.12
Increase in 50 basis points	-	(15.12)

(ii) Equity price risk

Equity price risk is the risk that the fair value of equities changes as the result of changes in the level of equity indices and individual stocks. A 10 per cent increase in the value of the Company's FVOCI equities at 31 March 2021 would have increased equity by Rs. 181.56 millions (Previous year: Rs 168.29 millions). An equivalent decrease would have resulted in an equivalent but opposite impact. Further, A 10 per cent increase in the value of the Company's FVTPL equities at 31 March 2021 would have increased profits by Rs. 1479.40 millions (Previous year: Rs. 1,216.87 millions). An equivalent decrease would have resulted in an equivalent but opposite impact.

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

51 Financial instruments

Valuation principles

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 , regardless of whether that price is directly observable or estimated using a valuation technique.
In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques.

Valuation governance

The Company's process to determine fair values is part of its periodic financial close process. The Audit Committee exercises the overall supervision over the methodology and models to determine the fair value as part of its overall monitoring of financial close process and controls. The responsibility of ongoing measurement resides with business units. Once submitted fair value estimates are also reviewed and challenged by the risk and finance functions.

Assets and liabilities by fair value hierarchy

The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy:

	31 March 2021				31 March 2020			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Assets measured at fair value on a recurring basis								
Financial investment measured at FVTPL								
Mutual funds	-	14,574.77	-	14,574.77	-	11,966.50	-	11,966.50
Equity shares - Mcnally Bharat Engg Co. Ltd.	25.12	-	-	25.12	7.20	-	-	7.20
Security receipts of Alchemist XV Trust	-	194.11	-	194.11	-	195.00	-	195.00
Compulsorily convertible preference shares in DMI Capital Private Limited	-	-	312.78	312.78	-	-	303.30	303.30
Total financial investment measured at FVTPL	**25.12**	**14,768.88**	**312.78**	**15,106.78**	**7.20**	**12,161.50**	**303.30**	**12,472.00**
Financial investments measured at FVOCI								
Non-convertible debentures - Quoted	-	-	497.68	**497.68**	-	-	419.58	**419.58**
Compulsory convertible debentures	-	-	826.47	**826.47**	-	-	773.17	**773.17**
Loans	-	-	-		-	-	-	-
Non-convertible debentures - unquoted	-	-	142.83	**142.83**	-	-	120.76	**120.76**
Equity Instruments								
DMI Consumer Credit Private Limited	-	-	3.27	**3.27**	-	-	3.16	**3.16**
Alchemist Asset Reconstruction Company Limited	-	-	226.20	**226.20**	-	-	226.20	**226.20**
AIF II (Investment)	-	11.01	-	**11.01**	-	10.80	-	**10.80**
Flash Electronics Private Limited	-	-	304.40	**304.40**	-	-	250.00	**250.00**
Total financial investments measured at FVOCI	-	**11.01**	**2,000.85**	**2,011.86**	-	**10.80**	**1,792.87**	**1,803.67**
Total financial assets measured at fair value	**25.12**	**14,779.89**	**2,313.63**	**17,118.64**	**7.20**	**12,172.30**	**2,096.17**	**14,275.67**

Valuation techniques

Financial instruments measured at FVTPL (other than security receipts of Alchemist XV Trust and CCPS)

The equity instruments are traded on public stock exchanges with readily available active prices on a regular basis and are classified as level 1. Units held in mutual funds and security receipts are measured based on Net Asset Value (NAV) and are classified as Level 2.

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

Equity instruments measured at FVOCI

Equity instruments in non-listed entities are valued on a case-by-case either based on networth of investee company or Valuation report issued by independednt Valuer using discounted cash flow method, are classified as Level 3.

Debt Securities and loans at FVOCI

A. Fair Value is calculated by discounting future cashflows.

B. The discounting spread is calculated as summation of yields of G-Sec for similar tenure, sector specific spread, liquidity spread and spread based on score from internal risk rating model.

C. The risk rating model incorporates both quantitative and qualitative information on the borrower. Some of the factors that risk model considers are –

- Area delivered in past across segments
- Financial strength (of the entity and group)
- Debt track record (debt repaid in past, current & past delinquency)
- Stages of various projects of developer
- Asset cover (Cashflow and Security)

There have been no transfers between Level 1, Level 2 and Level 3 for the Year ended March 31, 2021 and March 31, 2020

Movements in Level 3 financial instruments measured at fair value

	DMI Capital Private Limited	DMI Consumer Credit Private Limited	Alchemist Asset Reconstruction Co.Ltd.	Credit Subsitutes*	NCD Unquoted*	Compulsorily Convertible Debentures*	DMI Housing Finance Private Limited	Flash Electronics
At April 1, 2019	**293.12**	**3.00**	**316.68**	**895.85**	**917.41**	**772.93**	**264.87**	**250.00**
Purchase	-	-	-	-	120.12	-	-	-
Change in classification	-	-	-	(179.02)	(836.96)	-	-	-
Sales / settlements	-	-	-	(351.95)	(86.28)	(94.89)	(265.11)	-
Transfers into Level 3	-	-	-	-	-	-	-	-
Transfer from Level 3	-	-	-	-	-	-	-	-
Gains / loss for the period recognized in the Statement of Profit and Loss	10.18	-	-	60.31	6.47	95.13	-	-
Gains / loss for the period recognized in the other comprehensive income	-	0.16	(90.48)	(5.61)	-	-	0.24	-
At March 31, 2020	**303.30**	**3.16**	**226.20**	**419.58**	**120.76**	**773.17**	**-**	**250.00**
Purchase	-	-	-	46.45	21.82	-	-	-
Change in classification	-	-	-	-	-	-	-	-
Sales / settlements	-	-	-	(42.98)	(18.11)	2.57	-	-
Transfers into Level 3	-	-	-	-	-	-	-	-
Transfer from Level 3	-	-	-	-	-	-	-	-
Gains / loss for the period recognized in the Statement of Profit and Loss	9.48	-	-	74.63	18.35	101.23	-	-
Gains / loss for the period recognized in the other comprehensive income	-	0.11	-	-	-	(50.50)	-	54.40
At March 31, 2021	**312.78**	**3.27**	**226.20**	**497.68**	**142.82**	**826.47**	**-**	**304.40**

*Total Gains/Loss for the period recognized in the Statement of Profit and Loss consists of income other than fair value change

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited
Notes to Standalone Financial Statements for the year ended March 31, 2021
(All Amount in Rs. In millions, unless otherwise stated)

Impact on fair value of level 3 financial instruments measured at fair value of changes to key assumptions
The table summarises the valuation techniques together with the significant unobservable inputs used to calculate the fair value of the Company's level 3 assets and liabilities.

March 31, 2021	Fair value of Level 3 assets	Valuation technique	Significant unobservable inputs
Compulsorily convertible preference shares in DMI Capital Private Limited	312.78	Net Worth of Investee Company	Instrument price
Equity shared in DMI Consumer Credit Private Limited	3.27	Net Worth of Investee Company	Instrument price
Equity shares in Alchemist Asset Reconstruction Company Limited	226.20	Discounted Projected Cash Flows	Discount margin / spread
Non-convertible debentures - Quoted	497.68	Discounted Projected Cash Flows	Discount margin / spread
Equity shares in Flash Electronics Private Limited	304.40	Discounted Projected Cash Flows	Instrument price
Compulsory convertible debentures	826.47	Discounted Projected Cash Flows	Discount margin / spread
Non-convertible debentures - unquoted	142.83	Discounted Projected Cash Flows	Discount margin / spread

March 31, 2020	Fair value of Level 3 assets	Valuation technique	Significant unobservable inputs
Compulsorily convertible preference shares in DMI Capital Private Limited	310.68	Net Worth of Investee Company	Instrument price
Equity shared in DMI Consumer Credit Private Limited	3.16	Net Worth of Investee Company	Instrument price
Equity shares in Alchemist Asset Reconstruction Company Limited	226.20	Discounted Projected Cash Flows	Discount margin / spread
Non-convertible debentures - Quoted	419.58	Discounted Projected Cash Flows	Discount margin / spread
Equity shares in Flash Electronics Private Limited	250.19	Discounted Projected Cash Flows	Instrument price
Compulsory convertible debentures	773.17	Discounted Projected Cash Flows	Discount margin / spread
Non-convertible debentures - unquoted	120.76	Discounted Projected Cash Flows	Discount margin / spread

Quantitative analysis of significant unobservable inputs

Instrument price
Given the nature of this approach, there is no range of prices used as inputs.

Discount margin/spreads
Discount margin/spreads represent the discount rates used when calculating the present value of future cash flows. In discounted cash flow models such spreads are added to the benchmark rate when discounting the future expected cash flows. Hence, these spreads reduce the net present value of an asset or increase the value of a liability. They generally reflect the premium an investor expects to achieve over the benchmark interest rate to compensate for the higher risk driven by the uncertainty of the cash flows caused by the credit quality of the asset. They can be implied from market prices and are usually unobservable for illiquid or complex instruments.

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

Sensitivity of fair value measurements to changes in unobservable market data

The table below describes the effect of a 10% movement in the significant unobservable input.
All changes, except for financial instruments at FVOCI would be reflected in Statements of Profit and Loss.

Particulars	March 31, 2021		March 31, 2020	
	Favourable changes	Unfavourable changes	Favourable changes	Unfavourable changes
Instruments measured through FVTPL				
Compulsorily convertible preference shares in DMI Capital Private Limited	31.28	(31.28)	30.33	(30.33)
Total (A)	**31.28**	**(31.28)**	**30.33**	**(30.33)**
Instruments measured through FVTOCI				
Equity shared in DMI Consumer Credit Private Limited	0.33	(0.33)	0.32	(0.32)
Equity shares in Alchemist Asset Reconstruction Company Limited	22.62	(22.62)	22.62	(22.62)
Non-convertible debentures - Quoted	7.17	(7.17)	41.96	(41.96)
Non-convertible debentures - unquoted	14.28	(14.28)	12.08	(12.08)
Equity shares in Flash Electronics Private Limited	30.44	(30.44)	25.00	(25.00)
Compulsory convertible debentures	82.65	(82.65)	77.32	(77.32)
Total (B)	**157.50**	**(157.50)**	**179.30**	**(179.30)**
Total (A+B)	**188.78**	**(188.78)**	**209.63**	**(209.63)**

Fair value of financial instruments not measured at fair value

Set out below is a comparison, by class, of the carrying amounts and fair values of the Company's financial instruments that are not carried at fair value in the financial statements. This table does not include the fair values of non–financial assets and non–financial liabilities.

	March 31, 2021		March 31, 2020	
Financial assets:	Fair value	Carrying value	Fair value	Carrying value
Loans and advances				
Corporate loans	12,715.14	12,151.09	11,630.70	11,735.33
Investments – at amortised cost				
Non-convertible debentures - Quoted	1,156.59	1,171.88	1,259.61	1,227.52
Financial liabilities:				
Debt securities	18,876.47	18,553.00	21,676.24	21,303.00

Valuation methodologies of financial instruments not measured at fair value

Below are the methodologies and assumptions used to determine fair values for the above financial instruments which are not recorded and measured at fair value in the company's financial statements. These fair values were calculated for disclosure purposes only. The below methodologies and assumptions relate only to the instruments in the above tables.

Borrowings - At Amortised cost

These includes Term Loans. The fair values of such liabilities are estimated using a discounted cash flow model based on contractual cash flows using actual or estimated yields and discounting by yields incorporating the counterparties' credit risk. These instrument are classified in Level 3.

Investments - At amortised cost

These includes Quoted non convertible debenture & corporate loans. The fair values of such instruments are estimated using a discounted cash flow model based on contractual cash flows using actual or estimated yields and discounting by yields incorporating the counterparties' credit risk. These instrument are classified in Level 3.

Assets and liabilities other than above

The carrying value of assets and liabilities other than investments and borrowings at amortised cost represents a reasonable approximation of fair value

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited
Notes to the Standalone Financial Statements for the Year ended March 31, 2021
(All Amount in Rs. In millions, unless otherwise stated)

52 **Disclosures in accordance with RBI circular no. DNBR (PD) CC.No.002/03.10.001/2014-15 dated November 10, 2014 and subsequent circular no. DNBR (PD) CC.No. 029/ 03.10.001/ 2014-15 dated April 10, 2015 and amendments thereof**

i) **Registration/ license/ authorization, by whatever name called, obtained from other financial sector regulators;**
The Company is a private limited company registered with Reserve Bank of India as a Non- banking finance company vide certificate of registration no.**14.03176 dated January 5, 2009**

ii) **Ratings assigned by credit rating agencies and migration of ratings during the year;**
During the year the following ratings have been assigned to the Company

(Amount in Rs. crore)

Name of the rating agency	Amount	Rating	Type of facility	At the beginning of year	Change during Year	Remarks
Brickwork Ratings	900	BWR AA-	Bank loans	BWR AA-	No Change	Reaffirmed on June 29, 2020
Brickwork Ratings	180	BWR AA-	Non-convertible debentures	BWR AA-	No Change	Reaffirmed on June 29, 2020. During the year, Rated amount increased to Rs 180 Crores from Rs. 130 crore
CARE Ratings	435	CARE AA-	Non-convertible debentures	CARE AA-	No Change	Reaffirmed and Outlook revised from Stable to Negative on April 6, 2020. Rated amount decreased from Rs 785 crore to Rs 435 crore
CARE Ratings	900	CARE AA-	Long-term bank facilities	CARE AA-	No Change	Reaffirmed and Outlook revised from Stable to Negative on April 6, 2020
ICRA Ratings	300	[ICRA]A1+	Commercial paper	[ICRA]A1+	No Change	Rating Reaffirmed on July 10, 2020 and March 31, 2021

iii) **Penalties, if any, levied by any regulator;**
No penalties have been levied by any of the regulators of the company.

iv) **Information namely, area, country of operation and joint venture partners with regard to Joint ventures and overseas subsidiaries**
The Company has its main operations in India situated in Delhi/NCR and also has offices situated in Mumbai and Hyderabad. The company has not entered into any joint ventures and does not have any overseas subsidiaries.

I) **Capital to risk assets ratio (CRAR)**

Particulars	March 31, 2021	March 31, 2020
i) CRAR (%)	60.20%	44.00%
ii) CRAR- Tier I capital (%)	59.03%	43.31%
iii) CRAR- Tier II capital (%)	1.17%	0.69%
iv) Amount of subordinated debt raised as Tier-II capital	-	-
v) Amount raised by issue of Perpetual Debt Instruments	-	-

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited

Notes to the Standalone Financial Statements for the Year ended March 31, 2021

(All Amount in Rs. In millions, unless otherwise stated)

II) Investments

(Amount in Rs. crore)

Particulars	March 31, 2021	March 31, 2020
1) Value of Investments		
i) Gross Value of Investments (at cost)*		
a) In India	1,908.36	1,549.50
b) Outside India	-	-
ii) Provisions for Depreciation**		
a) In India	59.51	20.10
b) Outside India	-	-
ii) Net Value of Investments		
a) In India	1,848.85	1,529.41
b) Outside India	-	-
2) Movement of provisions held towards depreciation on investments.		
i) Opening Balance	20.10	8.07
ii) Add: Provisions made during the year	39.42	12.03
iii) Less : Write-off / write-back of excess provisions during the year	-	-
iv) Closing Balance	59.51	20.10

*The company has investment in FVOCI and FVTPL category, the fair valuation of which is included in the gross value of investment.

**Provision of depreciation comprises of impairment loss allowance on the investments

III) Derivatives

The Company does not deal in derivatives therefore no details are to be disclosed

IV) Exchange Traded Interest Rate (IR) Derivatives

The Company does not deal in exchange traded interest rate derivatives therefore no details are to be disclosed

V) Disclosures on Risk Exposure in Derivatives

The Company does not deal in derivatives therefore no details are to be disclosed

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS * MUMBAI

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited

Notes to the Standalone Financial Statements for the Year ended March 31, 2021

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

VIII) Asset Liability Management Maturity pattern of certain items of Assets and Liabilities

Maturity Pattern of Assets and Liabilities as on March 31, 2021

(Amount in Rs. crore)

Particulars	upto 1 month	Over 1month to 2 month	Over 2 months to 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1year to 3 years	Over 3 years and upto 5 years	Over 5 years	Total
Investments	1,457.48	-	52.68		-	-	-	108.38	1,618.54
Borrowings	2.25	13.75	18.10	13.30	24.92	1,905.30	12.50	-	1,990.20
Advances	401.42	239.14	208.47	614.14	462.73	1,204.79	397.07	105.67	3,633.43
Other financial assets	245.73	-	127.15	1,542.70	100.00	1.35	3.92	15.00	2,035.85

Maturity Pattern of Assets and Liabilities as on March 31, 2020

(Amount in Rs. crore)

Particulars	upto 1 month	Over 1month to 2 month	Over 2 months to 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1year to 3 years	Over 3 years and upto 5 years	Over 5 years	Total
Investments	1,196.65	-	-	-	-	-	-	100.19	1,296.84
Borrowings	7.35	29.93	172.45	137.77	294.63	459.57	1,485.30	-	2,587.02
Advances	221.95	184.08	257.06	557.94	687.12	1,230.40	320.91	265.53	3,724.99
Other financial assets	294.35	-	167.18	83.66	0.72	1.41	8.08	10.83	566.23

IX) Instances of fraud for the Year ended March 31, 2021

(Amount in Rs. crore)

	March 31, 2021				March 31, 2021			
Nature of fraud	No. of cases	Amt. of fraud	Recovery	Amt. written off	No. of cases	Amt. of fraud	Recovery	Amt. written off
Cash embezzlement	-	-	-	-	-	-	-	-
Loan given against fictitious documents	1.00	1.12	-	1.12	1.00	1.12	-	1.12
Fraud by external party	-	-	-	-	-	-	-	-

Note: There is no fraud happened in the currel year and previous year

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited

Notes to the Standalone Financial Statements for the Year ended March 31, 2021

(All Amount in Rs. In millions, unless otherwise stated)

X) Exposures

Exposure to Real Estate Sector

Category	March 31, 2021	March 31, 2020
	(Amount in Rs. crore)	
a) Direct Exposure		
i) Residential Mortgages -		
Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented	68.15	60.97
ii) Commercial Real Estate -		
Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based limits	1,134.96	955.96
iii) Investments in Mortgage Backed Securities (MBS) and other securitized exposures -		
Residential		
Commercial Real Estate		
Total Exposure to Real Estate Sector	1,203.12	1,016.93
Includes exposure to sub-standards assets as well		

Exposure to Capital Market

Category	March 31, 2021	March 31, 2020
(i) direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	191.03	177.50
(ii) advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;		-
(iii) advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	406.48	352.63
(iv) advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds 'does not fully cover the advances;		-
(v) secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;		-
(vi) loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;		-
(vii) bridge loans to companies against expected equity flows / issues;		-
(viii) all exposures to Venture Capital Funds (both registered and unregistered)		-
Total Exposure to Capital Market	597.51	530.13

XI) Details of financing of parent company products	March 31, 2021	March 31, 2020
The company has not financed any Parent company product during the current year and previous year	-	-
a Details of Single Borrower Limit (SGL) / Group Borrower Limit (GBL) exceeded by the NBFC The company has not exceeded any single or group borrower limits as per prescribed RBI guidelines therefore no details are being provided	-	-

XII) Provisions and contingencies

	March 31, 2021	March 31, 2020
	(Amount in Rs. crore)	
Break up of 'Provisions and Contingencies' shown under the head Expenditure in Statement Profit and Loss		
Provisions for depreciation on Investment	39.41	12.02
Provision made towards Income tax	34.41	54.81
Provision for gratuity	0.57	0.88
Provision for compensated absences	1.31	1.02
Impairment of financial assets (net of write off)	245.46	141.29

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited
Notes to the Standalone Financial Statements for the Year ended March 31, 2021
(All Amount in Rs. in millions, unless otherwise stated)

XIII) Draw Down from Reserves

The Company has not draw downed any amount from the Reserves during the current year and previous year

(Amount in Rs. crore)

XIV) Concentration of Deposits, Advances, Exposures and NPAs	March 31, 2021	March 31, 2020
Concentration of Deposits	-	-
	-	-
Concentration of Advances		
Total Advances to twenty largest borrowers	1,301.85	1,195.21
Percentage of Advances to twenty largest borrowers to Total Advances	35.83%	32.09%
Concentration of Exposures		
Total Exposure to twenty largest borrowers / customers	1,332.29	1,445.21
Percentage of Exposures to twenty largest borrowers / customers to Total Exposure of the borrowers / customers	36.36%	36.36%
Concentration of NPAs**		
Total Exposure to top four NPA accounts	119.84	116.34

***Represent Stage III loans including interest*

Sector-wise NPAs**	March 31, 2021 Percentage of NPAs to Total Advances in that sector	March 31, 2020 Percentage of NPAs to Total Advances in that sector
1 Agriculture & allied activities	-	-
2 MSME	-	-
3 Corporate borrowers	8.47%	9.85%
4 Services	-	-
5 Unsecured personal loans	-	1.31%
6 Auto loans	-	-
7 Other personal loans(Loan against Property)	-	0.17%

***Represent Stage III loans including interest*

(Amount in Rs. crore)

XV) Movement of NPAs	March 31, 2021	March 31, 2020
Net NPAs to Net Advances (%)	1.59%	1.94%
Movement of NPAs (Gross)		
Opening balance	171.11	72.57
Additions during the year	4.25	151.21
Reductions during the year	33.01	52.67
Closing balance	142.35	171.11
Movement of Net NPAs		
Opening balance	69.11	31.42
Additions during the year	(32.34)	27.67
Reductions during the year	(16.82)	(10.02)
Closing balance	53.59	69.11
Movement of provisions for NPAs (excluding provisions on standard assets)		
Opening balance	102.00	41.15
Provisions made during the year	36.59	123.54
Write-off / write-back of excess provisions	49.83	62.69
Closing balance	88.76	102.00

XVI) Overseas Assets (for those with Joint Ventures and Subsidiaries abroad)

The Company does not have any Joint Venture or Subsidiary abroad, therefore no details to be reported

XVII) Off- Balance sheet SPVs sponsored

The company does not have any Off- Balance sheet SPV, therefore no details to be reported

XVIII) Customer Complaints	March 31, 2021	March 31, 2020
No. of complaints pending at the beginning of the year	509	394.00
No. of complaints received during the year	1,991	23,430
No. of complaints redressed during the year	2,463	23,315
No. of complaints pending at the end of the year	37	509

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited

Notes to the Standalone Financial Statements for the Year ended March 31, 2021

(All Amount in Rs. In millions, unless otherwise stated)

XIX) Disclosure of Gold Loan Portfolio	March 31, 2021	March 31, 2020
Total Gold Loan Portfolio	-	-
Total Assets	-	-
Gold loan portfolio as % of Total Assets	-	-

XX) Disclosure of Gold Auction	March 31, 2021	March 31, 2020
Number of loan accounts	-	-
Outstanding Amount	-	-
Value fetched on auctions	-	-

(Amount in Rs. crore)

	March 31, 2021	March 31, 2020
XXI) Unsecured Advances	1,952.83	2,214.13

XXII) Details of Off balance sheet exposure

Refer note 42 for details of off balance sheet exposure

XXIII) Loan accounts past due 90 days and not treated as Impaired	March 31, 2021	March 31, 2020
Number of loan accounts	-	-
Loan outstanding	-	-
Overdue Amount	-	-

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited
Notes to the Standalone Financial Statements for the Year ended March 31, 2021
(All Amount in Rs. In millions, unless otherwise stated)

53 Pursuant to RBI circular RBI/2019-20/88 DOR.NBFC (PD) CC. No.102/03.10.001/2019-20 dated November 04, 2019, Liquidity credit risk disclosures are presented as below:

(Amount in Rs. crore)

i) Liquidity coverage ratio	As at March 31, 2021		As at December 31, 2020	
	Total un-weighted amount	Total weighted amount	Total un-weighted amount	Total weighted amount
High Quality Liquid Assests (HQLAs)	1,694.85	1,694.85	1,633.73	1,633.73
Total High Quality Liquid Assests (HQLA)	1,694.85	1,694.85	1,633.73	1,633.73
Cash Outflows				
Deposits (for deposit taking companies)				
Unsecured wholesale funding	8.17	8.17	8.35	8.35
Secured wholesale funding	2.89	2.89	3.79	3.79
Additional requirements, of which				
Outflows related to derivative exposures and other collateral requirements	-	-	-	-
Outflows related to loss of funding on debt products	-	-	-	-
Credit and liquidity facilities	-	-	-	-
Other contractual funding obligations	-	-	-	-
Other contingent funding obligations	57.14	57.14	32.44	32.44
TOTAL CASH OUTFLOWS	68.20	68.20	44.58	44.58
Cash Inflows				
Secured lending	-	-	-	-
Inflows from fully performing exposures	33.02	33.02	25.90	25.90
Other cash inflows	311.28	311.28	307.00	307.00
TOTAL CASH INFLOWS	344.30	344.30	332.90	332.90
TOTAL HQLA	1,694.85	1,694.85	1,633.73	1,633.73
TOTAL NET CASH OUTFLOWS	19.61	19.61	12.82	12.82
LIQUIDITY COVERAGE RATIO (%)	8,643%	8,643%	12,747%	12,747%

Note:
The off balance sheet exposures expected to flow in next 30 days are considered in computation.

ii) Funding concentration based on significant counterparty

(Amount in Rs. crore)

Number of significant counterparties	Amount*	% of Total deposits	% of Total liabilities
Five	1,965.58	-	92.26%

*Accured interest but not due and unamortised transaction costs are included in borrowings.

iii) Top 20 large deposits
There are no deposits accepted by the company during the year as company is non-deposit taking NBFC.

iv) Top 10 borrowings

(Amount in Rs. crore)

S. No.	Lender	Amount*	Ranking	% of total borrowings
1	DMI Income Fund Pte Ltd	1,791.90	1	90.81%
2	Bank of Baroda-I	99.13	2	5.02%
3	Union Bank of India	52.59	3	2.67%
4	Ganesha Fixed Income Limited	13.40	4	0.68%
5	South Indian Bank	8.56	5	0.43%
6	HDFC Bank	5.62	6	0.28%
7	SIDBI	2.00	7	0.10%
8	AU Small Finance Bank	0.09	8	0.00%
	Total	1,973.29		100.00%

*Accured interest but not due and unamortised transaction costs are included in borrowings.

v) Funding Concentration based on significant instrument/product

(Amount in Rs. crore)

S. No.	Nature of significant instrument/product	Amount*	% of Total liabilities
1	Non-convertible debentures	1,870.81	92.93%
2	Term loans	118.19	5.87%
3	Liability against leased assets	24.23	1.20%
	Total	2,013.23	100.00%

*Accured interest but not due and unamortised transaction costs are included in borrowings.

vi) Stock ratios:

(Amount in Rs. crore)

S. No.	Particulars	Amount	Total public funds	Total liabilities	Total assets	% of Total public funds	% of Total liabilities	% of Total assets
1	Commerical papers	-	Not applicable	2,130.40	5,615.79	Not applicable	0.00%	0.00%
2	Non-convertible debentures (original maturity of less than one year)	-	Not applicable	2,130.40	5,615.79	Not applicable	0.00%	0.00%
3	Other short-term liabilities (excluding commercial paper)	600.22	Not applicable	2,130.40	5,615.79	Not applicable	28.17%	10.69%

WALKER CHANDIOK & CO LLP MUMBAI CHARTERED ACCOUNTANTS

DMI FINANCE PVT. LTD. NEW DELHI

DMI Finance Private Limited

Notes to the Standalone Financial Statements for the Year ended March 31, 2021

(All Amount in Rs. In millions, unless otherwise stated)

54 Additional disclosures pursuant to para 25 of Master Direction-Non-Banking Financial Company - Systemically Important Non-Deposit taking company and Deposit taking company (Reserve Bank) Directions, 2016:

S.No.	Type of Restructuring		Under SME Debt Restructuring Mechanism				Others				Total			
	Asset Classification Details		Standard	Sub-Standard	Doubtful	Loss	Standard	Sub-Standard	Doubtful	Loss	Standard	Sub-Standard	Doubtful	Loss
1	Restructured Accounts as on April 1 of the FY (opening figures)*	No. of Borrowers	-	-	-	-	-	-	-	-	-	-	-	-
		Amount Outstanding	-	-	-	-	-	-	-	-	-	-	-	-
		Provision thereon	-	-	-	-	-	-	-	-	-	-	-	-
2	Fresh restructuring during the year	No. of Borrowers	19	-	-	-	68,798	-	-	-	68,817.00	-	-	-
		Amount Outstanding	16.28	-	-	-	1,624.90	-	-	-	1,641.19	-	-	-
		Provision thereon	2.93	-	-	-	241.31	-	-	-	244.24	-	-	-
3	Upgradations to restructured standard category during the FY	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 FY and hence need not be shown as restructured standard advances at the beginning of the next FY	No. of Borrowers	-	-	-	-	-	-	-	-	-	-	-	-
		Amount Outstanding	-	-	-	-	-	-	-	-	-	-	-	-
		Provision thereon	-	-	-	-	-	-	-	-	-	-	-	-
5	Downgradations of restructured accounts during the FY	No. of Borrowers	-	-	-	-	-	-	-	-	-	-	-	-
		Amount Outstanding	-	-	-	-	-	-	-	-	-	-	-	-
		Provision thereon	-	-	-	-	-	-	-	-	-	-	-	-
6	Write-offs of restructured accounts during the FY	No. of Borrowers	-	-	-	-	2,257	-	-	-	2,257	-	-	-
		Amount Outstanding	-	-	-	-	136.71	-	-	-	136.71	-	-	-
		Provision thereon	-	-	-	-	22.45	-	-	-	22.45	-	-	-
7	Restructured Accounts as on March 31 of the FY (closing figures*)	No. of Borrowers	19	-	-	-	41,154	-	-	-	41,173	-	-	-
		Amount Outstanding	17.85	-	-	-	1,332.81	-	-	-	1,350.66	-	-	-
		Provision thereon	2.93	-	-	-	218.86	-	-	-	221.79	-	-	-

* Excluding the figures of Standard Restructured Advances which do not attract higher provisioning or risk weight (if applicable).

1) The outstanding amount and number of borrowers as at March 31, 2021 is after considering recoveries made during the year.
2) CDR restructuring segment is nil.

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS * MUMBAI

DMI FINANCE PVT. LTD. NEW DELHI

55 During the year the Company has restructured loan assets in accordance with the RBI circular RBI/2021-22/16 DOR.No.BP.BC/3/21.04.048/2020-21 dated August 6, 2020 as presented in below table:

(Amount in Rs. crores)

Type of borrower	(A) Number of accounts where resolution plan has been implemented under this window	(B) exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provisions on account of the implementation of the resolution plan
Personal Loan	68,798	162.49	-	-	11.11
Corporate persons*	-	-	-	-	-
Of which, MSMEs	-	-	-	-	-
Others	-	-	-	-	-
Total	68,798	162.49	-	-	11.11

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

56 During the year the Company has restructured loan assets in accordance with the RBI circular RBI/2021-22/17 DOR.No.BP.BC/4/21.04.048/2020-21 dated August 6, 2020 as presented in below table:

(Amount in Rs. crores)

Type of borrower	(A) Number of accounts where resolution plan has been implemented under this window	(B) exposure to accounts mentioned at (A) before implementation of the plan
MSME borrowers	19	1.63
Total	-	-

57 **Events occurring after reporting date**

There are no significant events after the reporting period which require any adjustment or disclosure in the financial statements.

For Walker Chandiok & Co LLP
Firm Registration No. 001076N/N500013
Chartered Accountants

Manish Gujral
Partner
Membership No. 105117

Place: Mumbai
Date: June 21, 2021

For and on behalf of the Board of Directors of
DMI Finance Private Limited

Shivashish Chatterjee
(Jt. Managing Director)
DIN: 02623460

Place: NEW DELHI
Date: June 21, 2021

Yuvraja Chanakya Singh
(Jt. Managing Director)
DIN: 02601179

Place: LONDON
Date: June 21, 2021

Krishan Gopal
(Chief Financial Officer)

Place: GURUGRAM
Date: June 21, 2021

Sahib Pahwa
(Company Secretary)
M. No. A24789

Place: GURUGRAM
Date: June 21, 2021