

To,  
Listing Department,  
BSE Limited  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai-400001

To,  
Listing Operations  
National Stock Exchange of India Limited  
Exchange Plaza  
Bandra Kurla Complex, Bandra (E)  
Mumbai-400051

**Sub: Outcome of the Board meeting held on May 26, 2023**

This is to inform you that at its meeting held today, i.e., May 26, 2023, the Board of Directors (“**Board**”) of Navi Finserv Limited (“**Company**”) has inter alia considered and approved the audited standalone and consolidated financial results of the Company for the quarter and year ended March 31, 2023, and the audited standalone and consolidated financial statements of the Company for the year ended March 31, 2023. We enclose the following documents:

- a) Audited standalone and consolidated financial statements for the quarter and year ended March 31, 2023 (“**Financial Results**”) and the audit reports issued by the statutory auditors of the Company along with the disclosures under 52(4) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“**Listing Regulation**”);
- b) Disclosures as required under Regulation 52(7) Listing Regulation; and
- c) Disclosure as required under Regulation 54 of the Listing Regulation.

Further, pursuant to Regulation 52(3) of the Listing Regulations, we hereby confirm that the Statutory Auditors of the Company have issued the Audit Report on the Results, with an Unmodified Opinion.

The meeting of the Board of Directors was commenced at 11:00 AM and concluded at 02:50 PM.

Thanking you.

Yours faithfully,  
For **Navi Finserv Limited**

Thomas Joseph  
Company Secretary

Date: May 26, 2023

Copy to -

**CATALYST TRUSTEESHIP LIMITED**

Windsor, 6th Floor, Office No – 604 C.S.T. Road, Kalina Santacruz (East), Mumbai – 400 098

**IDBI Trusteeship Services Limited**

Asian Building, Ground Floor 17, R. Kamani Marg, Ballard Estate Mumbai – 400 001

# Price Waterhouse LLP

Chartered Accountants

## Independent Auditor's Report on Standalone Annual Financial Results of Navi Finserv under Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To  
The Board of Directors  
Navi Finserv Limited  
2nd Floor, Vaishnavi Tech Square  
Iballur Village, Begur Hobli  
Bangalore 560102

### Report on the Audit of the Standalone Annual Financial Results

#### Opinion

1. We have audited the accompanying standalone annual financial results of Navi Finserv Limited (hereinafter referred to as "the Company") for the year ended March 31, 2023, attached herewith the Statement of Standalone Assets and Liabilities as on that date and the Standalone Statement of Cash Flows for the year ended on that date which are included in the accompanying 'Statement of Standalone financial results for quarter and year ended 31 March 2023' (the "Standalone Annual Financial Results"), being submitted by the Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations") including relevant circulars issued by SEBI from time to time. We have initialled the Standalone Annual Financial Results for identification purposes only.
2. In our opinion and to the best of our information and according to the explanations given to us, the Standalone Annual Financial Results:
  - (i) are presented in accordance with the requirements of Regulation 52 of the Listing Regulations in this regard; and
  - (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013, the circular, guidelines and directions issued by the Reserve Bank of India (RBI) from time to time ("RBI guidelines") and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the year ended March 31, 2023.

#### Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 (the Act) and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results' section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the Standalone Annual Financial Results, and we have fulfilled our other ethical responsibilities in accordance with these



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Price Waterhouse (a Partnership Firm) converted into Price Waterhouse LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAS - 3673) with effect from April 22, 2020. Post its conversion to Price Waterhouse LLP, its ICAI registration number is (FRN 301112E/E300264) (ICAI registration number before conversion was 301112E)

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requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## **Board of Directors' Responsibilities for the Standalone Annual Financial Results**

4. This Standalone Annual Financial Results have been compiled from the standalone financial statements. The Company's Board of Directors are responsible for the preparation of these Standalone Annual Financial Results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder, RBI Guidelines and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Annual Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.
5. In preparing the Standalone Annual Financial Results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
6. The Board of Directors are also responsible for overseeing the Company's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results**

7. Our objectives are to obtain reasonable assurance about whether the Standalone Annual Financial Results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Standalone Annual Financial Results.
8. As part of an audit in accordance with SAs specified under Section 143(10) of the Act, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - Identify and assess the risks of material misstatement of the Standalone Annual Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



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- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
  - Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone Annual Financial Results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
  - Evaluate the overall presentation, structure and content of the Standalone Annual Financial Results, including the disclosures, and whether the Standalone Annual Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
9. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
10. We also provide those charged with governance with a Standalone Annual Financial Results that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

## Other Matter

11. The Standalone Annual Financial Results includes the results for the quarter ended March 31, 2023 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year. The figures for the quarter ended March 31, 2023 are neither subject to limited review nor audited by us.
12. The Standalone Financial Statements of the Company for the year ended March 31, 2022, were audited by another firm of chartered accountants under the Act who, vide their report dated May 21, 2022, expressed an unmodified opinion on those financial statements.



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13. The Standalone Annual Financial Results dealt with by this report have been prepared for the express purpose of filing with National Stock Exchange of India Limited and BSE Limited. These results are based on and should be read with the audited standalone financial statements of the Company, for the year ended March 31, 2023, on which we have issued an unmodified audit opinion vide our report dated May 26, 2023.

Our opinion on the Standalone Annual Financial Results is not modified in respect of above matters

**For Price Waterhouse LLP**

Firm Registration Number: 301112E/E300264

Chartered Accountants



**A. J. Shaikh**

Partner

Membership Number: 203637

UDIN:23203637BGXOZO8084

Place: Bengaluru

Date: May 26, 2023

**Navi Finserv Limited**

(formerly known as Navi Finserv Private Limited)

CIN No. U65923KA2012PLC062537

2nd Floor, Vaishnavi Tech Square Iballur Village, Begur Hobli Bangalore South Bangalore KA 560102, India

**Statement of Standalone financial results for the quarter and year ended 31 March 2023**

(All amounts in ₹ millions unless otherwise stated)

Particulars	Quarter Ended				Year ended	
	31 March 2023	31 December 2022	31 March 2022	31 March 2023	31 March 2022	
	Unaudited (Refer note 13)	Unaudited	Unaudited (Refer note 13)	Audited	Audited	
<b>Revenue from operations</b>						
(i) Interest income	3,661.32	3,662.13	1,312.19	11,807.85	3,141.85	
(ii) Fees and commission income	116.19	68.66	28.47	282.33	74.57	
(iii) Net gain on fair value changes	66.91	60.68	66.00	222.97	1,354.77	
(iv) Net gain on derecognition of financial instruments under amortised cost category	281.37	185.22	-	517.01	-	
<b>(I) Total revenue from operations</b>	<b>4,125.79</b>	<b>3,976.69</b>	<b>1,406.66</b>	<b>12,830.16</b>	<b>4,571.19</b>	
(II) Other income	566.87	7.43	3.35	940.36	27.74	
<b>(III) Total income (I+II)</b>	<b>4,692.66</b>	<b>3,984.12</b>	<b>1,410.01</b>	<b>13,770.52</b>	<b>4,598.93</b>	
<b>Expenses</b>						
(i) Finance costs	1,407.94	1,255.93	366.78	4,266.47	808.64	
(ii) Fees and commission expenses	51.87	54.83	10.03	159.54	23.66	
(iii) Net (gain) / loss on fair value changes	-	-	-	-	-	
(iv) Net loss on derecognition of financial instruments under amortised cost category	-	-	-	-	1.64	
(v) Impairment on financial instruments	1,019.42	1,376.20	483.85	3,693.10	1,400.40	
(vi) Employee benefits expenses	243.22	205.30	156.19	845.02	496.79	
(vii) Depreciation and amortisation expense	29.63	14.98	9.58	81.04	22.15	
(viii) Other expenses (Note 14)	828.13	830.37	438.80	2,746.26	2,732.00	
<b>(IV) Total expenses</b>	<b>3,580.21</b>	<b>3,737.61</b>	<b>1,465.23</b>	<b>11,791.43</b>	<b>5,485.28</b>	
<b>(V) Profit/(Loss) before tax (III - IV)</b>	<b>1,112.45</b>	<b>246.51</b>	<b>(55.22)</b>	<b>1,979.09</b>	<b>(886.35)</b>	
<b>(VI) Tax expense</b>						
(1) Current tax	95.34	331.37	(4.43)	543.99	-	
(2) Deferred tax	55.41	(271.08)	(7.60)	(264.07)	(217.27)	
(3) Tax relating to earlier years	(20.69)	-	-	(20.69)	-	
<b>Total tax expense</b>	<b>130.06</b>	<b>60.29</b>	<b>(12.03)</b>	<b>259.23</b>	<b>(217.27)</b>	
<b>(VII) Profit/(Loss) for the period/year (V - VI)</b>	<b>982.39</b>	<b>186.22</b>	<b>(43.19)</b>	<b>1,719.86</b>	<b>(669.08)</b>	
<b>(i) Items that will not be reclassified to profit and loss</b>						
Remeasurement of the net defined benefit plans	(1.93)	(0.45)	0.12	(6.35)	(5.75)	
Income tax relating to the above	0.49	0.11	(0.03)	1.60	1.45	
<b>(ii) Items that will be reclassified to profit and loss</b>						
Net change in fair value of loans measured at fair value through other comprehensive income	(18.87)	26.44	-	7.57	-	
Income tax relating to the above	4.75	(6.65)	-	(1.90)	-	
<b>(VIII) Other comprehensive income/(loss)- net of tax</b>	<b>(15.56)</b>	<b>19.45</b>	<b>0.09</b>	<b>0.92</b>	<b>(4.30)</b>	



**Navi Finserv Limited**  
(formerly known as Navi Finserv Private Limited)

CIN No. U65923KA2012PLC062537

2nd Floor, Vaishnavi Tech Square Iballur Village, Begur Hobli Bangalore South Bangalore KA 560102, India

**Statement of Standalone financial results for the quarter and year ended 31 March 2023**

(All amounts in ₹ millions unless otherwise stated)

(IX)	Total comprehensive income/(loss) for the period/year (VII + VIII)	966.83	205.67	(43.10)	1,720.78	(673.38)
(X)	Earnings per equity share (not annualised) - Face Value of ₹10 each					
	Basic (₹)	3.44	0.67	(0.24)	6.74	(3.94)
	Diluted (₹)	3.39	0.67	(0.24)	6.71	(3.94)

**Notes:**

- These financial results have been prepared in accordance with the recognition and measurement principles laid down in Companies (Indian Accounting Standards) Rules, 2015 prescribed under Section 133 of the Act read with relevant rules issued thereunder, the circulars, guidelines and directions issued by the Reserve Bank of India ("the RBI") from time to time ("RBI Guidelines") and other accounting principles generally accepted in India, and is in compliance with the presentation and disclosure requirements of the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended including relevant circulars issued by the SEBI from time to time.
- There has been no change in the significant accounting policies during the quarter and year ended 31st March, 2023 as compared to those followed for the year ended 31 st March, 2022.
- The Statement of Standalone financial results of Navi Finserv Limited (formerly as Navi Finserv Private Limited) ("the Company") have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 25 May 2023 and 26 May 2023 respectively.
- During the year ended 31 March 2023, the Company has allotted 10,66,66,667 equity shares of face value 10 including premium of ₹ 65 per share, aggregating to ₹ 8000 million, to Navi Technologies Limited ("the holding Company) on right issue basis as per Section 62(1) of the Companies Act, 2013.
- There are no restructured assets outstanding pursuant to RBI/2020-21/16 DOR. No.BP/BC/3/21.04.048/2020-21 dated August 06, 2020 and hence disclosure in Annexure B of this notification is not applicable.
- During the year ended 31 March 2023, the Company sold the brand 'Chaitanya' to Navi Technologies Limited, the holding company, for ₹ 350 million. The resultant gain of ₹ 350 million has been disclosed under Other Income in these audited financial results.
- The Company has carried impairment provision towards its loan assets to the extent of ₹ 4,214.88 million as at 31 March 2023.
- Disclosure pursuant to RBI Notification RBI/DOR/2021-22/86 DDR.STR.REC.51/21.04.048/2021-22 dated 24 September 2021
  - Details of loans (not in default) transferred through assignment during the quarter ended 31 March 2023

Mode of Transfer	Direct Assignment
Aggregate amount of loans transferred (in millions)	4,271.32
Weighted average residual maturity (in years)	4.78
Weighted average holding period (in years)	0.52
Retention of beneficial economic interest	10%
Tangible security coverage	9.2%

b) The Company has not acquired any loans not in default through assignment during the quarter ended 31 March 2023.



**Navi Finserv Limited**

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**Statement of Standalone financial results for the quarter and year ended 31 March 2023**

(All amounts in ₹ millions unless otherwise stated)

8 Disclosure pursuant to RBI Notification RBI/DOR/2021-22/86 DDR.STR.REC.51/21.04.048/2021-22 dated 24 September 2021 (cont'd)

c) Details of stressed loans transferred during the quarter ended 31 March 2023

Particulars	To ARCs	To permitted transferees	To other transferees (please specify)
No. of accounts	63,802	-	-
Aggregate principal outstanding of loans transferred (in millions)	1,615.63	-	-
Weighted average residual tenor of the loans transferred (in years)	0.06	-	-
Net book value of loans transferred (at the time of transfer) (in millions)	1,615.63	-	-
Aggregate consideration (in millions)	76.74	-	-
Additional consideration realized in respect of accounts transferred in earlier years	-	-	-

9 The company has issued 15,000 Compulsorily Convertible Debentures to Navi Technologies Limited ("the holding Company) for aggregate amount of INR 1,500 millions during the quarter ended 31 March, 2023.

10 During the quarter ended 31 March 2023, the company has sold 25% equity stake in Chaitanya India Fin Credit Private Limited (erstwhile-wholly owned subsidiary) to Navi Technologies Limited ("the holding Company) at gain of INR 561.73 millions.

11 The Company's operating segments are established in the manner consistent with the components of the Company that are evaluated regularly by the Chief Operating Decision Maker as defined in Ind AS 108 - 'Operating Segments'. The Company is engaged primarily in the business of financing and as such no separate reportable segment is required to be furnished as per Ind AS 108 - "Operating Segment".

12 The listed Non - Convertible Debentures of the Company aggregating to ₹ 18,358.28 millions as on March 31, 2023 are secured by way of an exclusive charge on identified standard assets of the Company.

13 The figures for the last quarter in each of the year are balancing figures between audited figures in respect of full financial year and the unaudited published year to date figures upto the third quarter of the respective financial year.

14 Other expenses mainly comprises of expenditure in nature of business support service, software support charges, customer onboarding and verification, legal and professional and rent, rates and taxes.

15 Figures of the previous periods have been regrouped, wherever necessary, to make them comparable with the current period.



For and on behalf of the Board of Directors  
**Navi Finserv Limited**  
 (formerly known as Navi Finserv Private Limited)

**Ankit Agarwal**  
 Managing Director  
 (DIN: 08299808)  
 Bengaluru  
 Date : 26 May, 2023



**Navi Finserv Limited**

(formerly known as Navi Finserv Private Limited)

**CIN No. U65923KA2012PLC062537**

2nd Floor, Vaishnavi Tech Square Iballur Village, Begur Hobli Bangalore South Bangalore KA 560102, India

**Statement of Standalone Assets and Liabilities as at 31 March 2023**

(All amounts in ₹ millions unless otherwise stated)

Particulars	As at 31 March 2023	As at 31 March 2022
	Audited	Audited
<b>I ASSETS</b>		
<b>1 Financial assets</b>		
Cash and cash equivalents	3,092.57	3,744.88
Bank balances other than cash and cash equivalents	3,636.24	1,123.48
Derivative financial instruments	-	1.47
Loans	63,695.19	27,914.41
Investments	9,888.41	6,622.30
Other financial assets	2,765.64	1,165.88
<b>2 Non-financial assets</b>		
Current tax assets (net)	-	161.54
Deferred tax asset (net)	734.00	470.24
Property, plant and equipment	67.95	4.99
Other intangible assets	-	0.03
Right to use asset	814.72	122.46
Other non-financial assets	533.97	71.62
<b>Total assets</b>	<b>85,228.69</b>	<b>41,403.30</b>
<b>II LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
<b>1 Financial liabilities</b>		
Payables		
A. Trade Payables		
(i) total outstanding dues of micro enterprises and small enterprises	11.18	0.70
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	740.26	862.18
B. Other payables		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
Debt securities	26,572.15	20,111.26
Borrowings (other than debt securities)	30,954.53	8,016.02
Subordinated liabilities	99.64	99.47
Lease liability	857.12	133.24
Other financial liabilities	2,833.71	194.28
<b>2 Non financial liabilities</b>		
Current tax liabilities (net)	108.21	-
Provisions	160.76	46.53
Other non financial liabilities	192.49	87.01
<b>Total liabilities</b>	<b>62,530.05</b>	<b>29,550.68</b>
<b>3 Equity</b>		
Equity share capital	2,852.40	1,785.73
Other equity	19,846.24	10,066.89
<b>Total equity</b>	<b>22,698.64</b>	<b>11,852.62</b>
<b>Total liabilities and equity</b>	<b>85,228.69</b>	<b>41,403.30</b>



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Standalone Statement of Cash Flows for the year ended 31 March 2023  
(All amounts in ₹ millions unless otherwise stated)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
<b>A. Cash flow from Operating activities</b>		
Profit/(loss) before tax	1,979.09	(886.35)
Depreciation and amortisation expense	36.44	1.74
Amortisation on right of use asset	44.59	20.41
Interest Income on loans	(10,774.22)	(2,528.18)
Interest expense on lease liability	25.75	7.00
Impairment allowance on loans	2,636.63	615.16
Impairment allowance on investments	(25.87)	(8.51)
Loans written off	1,082.35	793.75
Loss on sale of portfolio	-	1.64
Income on lease modification	(4.44)	-
Net gain on derecognition of financial instruments under amortised cost category	(517.01)	-
Profit on sale of Trade mark	(349.51)	-
Net (gain) / loss on fair value changes on Derivative financial instrument	19.96	-
Net (gain) / loss on fair value changes on investment	9.95	(1,354.77)
Finance Costs	4,240.72	801.65
Employees Stock Option expenses	76.16	57.54
<b>Operating profit before working capital changes</b>	<b>(1,519.41)</b>	<b>(2,478.92)</b>
<b>Movements in Working capital:</b>		
(Increase) in loans	(28,208.53)	(21,503.29)
Decrease/(Increase) in other financial assets	(1,599.76)	(818.37)
Decrease/(Increase) in receivables	-	-
(Increase) in other non-financial assets	(462.35)	(40.78)
(Increase)/Decrease in investments	(5,064.77)	13,808.79
Increase in payables	(111.44)	723.53
Increase/(Decrease) in other financial liabilities	2,639.43	(420.70)
Increase/(Decrease) in non-financial liabilities	105.48	63.74
Increase in provisions	38.07	(43.89)
Interest payments	(3,809.42)	(808.65)
<b>Cash (used in)/generated from operations</b>	<b>(37,992.69)</b>	<b>(11,518.54)</b>
Direct taxes paid	274.25	147.50
<b>Net cash flows (used in)/generated from operating activities (A)</b>	<b>(37,718.44)</b>	<b>(11,371.04)</b>
<b>B. Cash flow from Investing activities</b>		
(Increase) in bank deposits with original maturity greater than 3 months	(2,512.76)	(485.92)
Purchase of property, plant and equipment and intangible assets	(99.35)	(3.75)
Proceeds from sale of investment in subsidiary	1,814.58	-
Proceeds from sale of intangible assets	349.51	-
<b>Net cash flows (used in) /generated from investing activities (B)</b>	<b>(448.02)</b>	<b>(489.67)</b>
<b>C. Cash flow from Financing activities</b>		
Proceeds from issue of equity shares	7,996.11	1,000.00
Equity Component of Debt Instrument	1,129.22	-
Buy back of equity shares	-	-
Proceeds from issue of debt securities	25,371.29	11,993.81
Repayment of debt securities	(19,303.95)	(2,589.34)
Proceeds from borrowings (other than debt securities) availed	81,061.96	76,244.15
Repayment of borrowings (other than debt securities)	(58,137.40)	(71,761.22)
Lease payments	(34.61)	(16.79)
<b>Net cash flows generated from/(used in) financing activities (C)</b>	<b>38,082.62</b>	<b>14,870.61</b>
Net increase in cash and cash equivalents (A+B+C)	(652.31)	2,714.88
Cash and cash equivalents at the beginning of the year	3,744.88	1,030.00
<b>Cash and cash equivalents at the end of the year</b>	<b>3,092.57</b>	<b>3,744.88</b>



**Navi Finserv Limited**  
(formerly known as Navi Finserv Private Limited)  
**Standalone Statement of Cash Flow**  
(All amounts in ₹ millions unless otherwise stated)

**Components of cash and cash equivalents**

<b>Cash and cash equivalents at the end of the year</b>	<b>As at 31 March 2023</b>	<b>As at 31 March 2022</b>
i) Cash on hand	-	-
ii) Balances as deposits with maturity within 3 months	500.20	-
iii) Balances with banks (of the nature of cash and cash equivalents)	2,592.37	3,744.88
<b>Total</b>	<b>3,092.57</b>	<b>3,744.88</b>



For and on behalf of the Board of Directors  
**Navi Finserv Limited**  
(formerly known as Navi Finserv Private Limited)

  
**Ankit Agarwal**  
Managing Director  
(DIN: 08299808)  
Bengaluru  
Date : 26 May, 2023



**Navi Finserv Limited***(formerly known as Navi Finserv Private Limited)***CIN No. U65923KA2012PLC062537**

2nd Floor, Vaishnavi Tech Square Iballur Village, Begur Hobli Bangalore South Bangalore KA 560102, India

**Disclosures under Regulation 52(4) of the Securities and Exchange Board of India(Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended for the quarter and year ended March 31, 2023**

SI No.	Particulars	Ratio
1	Debt-Equity Ratio (Note 1)	2.54
2	Debt Service Coverage Ratio & Interest Service Coverage Ratio	Not Applicable
3	Outstanding redeemable preference share	Not Applicable
4	Capital Redemption Reserve (₹ in millions)	44.05
5	Debenture Redemption reserve	Not Applicable
6	Net Worth (Note 2) (₹ in millions)	21,919.21
7	Net profit after tax (₹ in millions)	
	- For the Quarter	982.39
	- For the Year	1,719.86
8	Earning per share (₹ per share)	
	- For the Quarter	3.44
	- For the Year	6.74
9	Current ratio	Not applicable
10	Long term debt to working Capital	Not applicable
11	Bad debt to account receivable ratio	Not applicable
12	Current Liability Ratio	Not applicable
13	Total Debts to Assets Ratio (Note 3)	0.68
14	Debtors Turnover	Not applicable
15	Inventory Turnover	Not applicable
16	Operating Margin %	Not applicable
17	Net profit Margin % (Note 4)	
	- For the Quarter	20.93%
	- For the Year	12.49%
18	<b>Sector Specific Ratios</b>	
	CRAR % (Tier I+Tier II)	28.37%
	Gross Stage 3 (%) (Note 5)	1.70%
	Net Stage 3 (%) (Note 6)	0.30%

**Notes:-**

1. Debt-Equity Ratio = Total Debt [Debt securities + Borrowings (other than debt securities)+Subordinated liabilities] / (Equity + Other equity)

2. Net Worth = Equity share capital + Other Equity - Prepaid Expense - Deferred Tax Asset

3. Total Debt to Asset Ratio = Total Debt [Debt securities + Borrowings (other than debt securities)+Subordinated liabilities] / Total Assets

4. Net profit Margin % = Net profit for the period/Total Income

5. Gross Stage 3 (%) = Gross Stage 3 Loans / Gross Loans

6. Net Stage 3 (%) = (Gross Stage 3 Loans - Impairment loss allowance for Stage 3)/(Gross Loans - Impairment loss allowance for Stage 3).

For and on behalf of the Board of Directors

**Navi Finserv Limited***(formerly known as Navi Finserv Private Limited)*

**Ankit Agarwal**  
Managing Director  
(DIN: 08299808)



Bengaluru

Date : 26 May, 2023

# Price Waterhouse LLP

Chartered Accountants

## Independent Auditor's Report on Consolidated Annual Financial Results of Navi Finserv Limited under Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To  
The Board of Directors  
Navi Finserv Limited  
2nd Floor, Vaishnavi Tech Square  
Iballur Village, Begur Hobli  
Bangalore 560102

### Report on the Audit of the Consolidated Annual Financial Results

#### Opinion

1. We have audited the accompanying consolidated annual financial results of Navi Finserv Limited (hereinafter referred to as the "Holding Company" or the "Company") and its subsidiary (Holding Company and its subsidiary together referred to as "the Group") (Refer note 2 to the Consolidated Annual Financial Results) for the year ended March 31, 2023, the Statement of Consolidated Assets and Liabilities as on that date and the Statement of Consolidated Cash Flows for the year ended on that date which are included in the accompanying 'Statement of Consolidated Financial Results for the Quarter and Year ended March 31, 2023' ("the Consolidated Annual Financial Results"), being submitted by the Holding Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"). We have initialed the Consolidated Annual Financial Results for identification purposes only.
2. In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors on separate audited financial statements of subsidiary, the Consolidated Annual Financial Results:
  - a. includes the financial results of the following entities:

Chaitanya India Fin Credit Private Limited, subsidiary, incorporated in India
  - b. is presented in accordance with the requirements of Regulation 52 of the Listing Regulations; and
  - c. gives a true and fair view, in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act read with relevant rules issued thereunder, the circulars, guidelines and directions issued by the Reserve Bank of India ("RBI") from time to time ("RBI Guidelines") and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive income and other financial information of the Group for the year ended March 31, 2023.



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Registered office and Head office: Plot No. 56 & 57, Block DN, Sector-V, Salt Lake, Kolkata - 700 091

Price Waterhouse (a Partnership Firm) converted into Price Waterhouse LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAS - 3673 ) with effect from April 22, 2020. Post its conversion to Price Waterhouse LLP, its ICAI registration number is (FRN 301112E/E300264) (ICAI registration number before conversion was 301112E)

# Price Waterhouse LLP

Chartered Accountants

## Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 (the Act) and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India (“ICAI”). Our responsibilities under those Standards are further described in the “Auditor’s Responsibilities for the Audit of the Consolidated Annual Financial Results” section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the Consolidated Annual Financial Results, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in sub-paragraph 12 of the “Other Matter” section below is sufficient and appropriate to provide a basis for our opinion.

## Board of Directors’ Responsibilities for the Consolidated Annual Financial Results

4. This Consolidated Annual Financial Results has been compiled from the annual consolidated financial statements. The Holding Company’s Board of Directors are responsible for the preparation and presentation of these Consolidated Annual Financial Results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder, RBI Guidelines and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. The respective Board of Directors of the entities included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated Annual Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Annual Financial Results by the Board of Directors of the Holding Company, as aforesaid.
5. In preparing the Consolidated Annual Financial Results, the respective Board of Directors of the entities included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.
6. The respective Board of Directors of the entities included in the Group are also responsible for overseeing the financial reporting process the Group.



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

7. Our objectives are to obtain reasonable assurance about whether the Consolidated Annual Financial Results as a whole are free from material misstatement, whether due to fraud or error, and issue an auditor's report that includes our opinion. Reasonable assurance is a high level assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Annual Financial Results.
8. As part of an audit in accordance with SAs specified under Section 143(10) of the Act, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:
  - Identify and assess the risks of material misstatement of the Consolidated Annual Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Companies Act 2013, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
  - Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Annual Financial Results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as going concern.
  - Evaluate the overall presentation, structure and content of the Consolidated Annual Financial Results, including the disclosures, and whether the Consolidated Annual Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
  - Obtain sufficient appropriate audit evidence regarding the financial results of the entities within the Group to express an opinion on the Consolidated Annual Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Consolidated Annual Financial Results of which we are the independent auditors. For the other entities included in



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

9. We communicate with those charged with governance of the Holding Company and such other entities included in the Consolidated Annual Financial Results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
10. We also provide those charged with governance of the Holding Company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
11. We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

## Other Matter

12. We did not audit the financial statements of the subsidiary included in the Consolidated Annual Financial Results, whose financial statements reflect total assets of Rs. 43,893.97 millions and net assets of Rs. 7,212.37 millions as at March 31, 2023, total revenues of Rs. 7,632.93 millions, total net profit after tax of Rs. 1,483.53 millions, and total comprehensive income/ (loss) of Rs. (6.93) millions for the for the year ended March 31, 2023, and net cash inflow of Rs. 1,451.53 millions for the period from April 1, 2022 to March 31, 2023, as considered in the Consolidated Annual Financial Results. These financial statements have been audited by other auditor whose reports have been furnished to us by the Holding Company's Management and our opinion on the Consolidated Annual Financial Results, in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on the reports of the other auditor who issued their unmodified opinion and the procedures performed by us as stated in paragraph 11 above.

Our opinion on the Consolidated Annual Financial Results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial information certified by the Board of Directors of the Holding Company.

13. The Consolidated Annual Financial Results include the results for the quarter ended March 31, 2023 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year. The figures for the quarter ended March 31, 2023 are neither subject to limited review nor audited by us.
14. The Consolidated Financial Statements of the Group for the year ended March 31, 2022, were audited by another firm of chartered accountants under the Act who, vide their report dated May 21, 2022, expressed an unmodified opinion on those financial statements.



# Price Waterhouse LLP

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15. The Consolidated Annual Financial Results dealt with by this report have been prepared for the express purpose of filing with National Stock Exchange of India Limited and BSE Limited. These results are based on and should be read with the audited consolidated financial statements of the Group, for the year ended March 31, 2023 on which we have issued an unmodified audit opinion vide our report dated May 26, 2023.

**For Price Waterhouse LLP**

Firm Registration Number: 301112E/E300264

Chartered Accountants



**A. J. Shaikh**

Partner

Membership Number: 203637

UDIN: 23203637BGXOZP9839

Place: Bengaluru

Date: May 26, 2023

**Navi Finserv Limited**  
(formerly known as Navi Finserv Private Limited)  
CIN No. U65923KA2012PLC062537  
2nd Floor, Vaishnavi Tech Square Iballur Village, Begur Hobli Bangalore South Bangalore KA 560102, India

**Statement of Consolidated financial results for the quarter and year ended 31 March 2023**  
*(All amounts in ₹ millions unless otherwise stated)*

Particulars	Quarter ended			Year ended	
	31 March 2023	31 December 2022	31 March 2022	31 March 2023	31 March 2022
	Unaudited (Refer note 11)	Unaudited	Unaudited (Refer note 11)	Audited	Audited
<b>Revenue from operations</b>					
(i) Interest income	5,774.78	5,330.54	2,335.38	18,368.35	6,342.77
(ii) Fees and commission income	123.24	75.00	34.69	307.39	93.89
(iii) Net gain on fair value changes	91.93	99.07	68.64	304.95	1,372.34
(iv) Net gain on derecognition of financial instruments under amortised cost category	453.76	492.16	228.33	1,399.35	361.40
(v) Other operating income	26.00	-	-	26.00	-
<b>(I) Total revenue from operations</b>	<b>6,469.71</b>	<b>5,996.78</b>	<b>2,667.04</b>	<b>20,406.04</b>	<b>8,170.40</b>
(II) Other income	5.92	7.43	4.06	379.41	28.47
<b>(III) Total Income (I+II)</b>	<b>6,475.64</b>	<b>6,004.20</b>	<b>2,671.10</b>	<b>20,785.45</b>	<b>8,198.87</b>
<b>Expenses</b>					
(i) Finance costs	2,251.86	1,985.78	790.43	6,916.34	2,131.62
(ii) Fees and commission expenses	51.87	54.83	10.03	159.54	23.66
(iii) Net loss on derecognition of financial instruments under amortised cost category	-	-	-	-	1.64
(iv) Impairment on financial instruments	1,087.75	1,433.70	559.57	3,978.77	1,618.92
(v) Employee benefits expenses	733.86	647.18	420.68	2,579.58	1,398.97
(vi) Depreciation and amortisation expense	55.25	38.36	20.46	157.98	50.14
(vii) Other expenses	1,086.55	1,070.34	588.52	3,647.17	3,157.17
<b>(IV) Total expenses</b>	<b>5,267.14</b>	<b>5,230.19</b>	<b>2,389.69</b>	<b>17,439.38</b>	<b>8,382.12</b>
<b>(V) Profit/(loss) before tax (III - IV)</b>	<b>1,208.50</b>	<b>774.01</b>	<b>281.41</b>	<b>3,346.07</b>	<b>(183.25)</b>
<b>(VI) Tax expense</b>					
(1) Current tax	243.94	446.37	(23.61)	988.12	105.57
(2) Deferred tax	59.16	(273.34)	107.30	(262.97)	(142.23)
(3) Tax relating to earlier years	(20.69)	-	-	(20.69)	-
<b>Total tax (credit) / expense</b>	<b>282.40</b>	<b>173.03</b>	<b>83.69</b>	<b>704.46</b>	<b>(36.66)</b>
<b>(VII) Profit/(loss) for the year (V - VI)</b>	<b>926.10</b>	<b>600.98</b>	<b>197.72</b>	<b>2,641.61</b>	<b>(146.59)</b>
<b>(IX) Profit/(loss) attributable to:</b>					
Owners of the company	926.10	600.98	197.72	2,641.61	(146.59)
Profit attributable to Non-controlling interests	-	-	-	-	-
<b>(X) Profit/(loss) / profit for the year (VII - IX)</b>	<b>926.10</b>	<b>600.98</b>	<b>197.72</b>	<b>2,641.61</b>	<b>(146.59)</b>
<b>Other comprehensive income</b>					
(i) Items that will not be reclassified to profit and loss					
Remeasurement of the net defined benefit (liability)/asset	(0.44)	(2.59)	0.00	(8.49)	(7.49)
Income tax relating to the above	0.11	0.65	(0.00)	2.14	1.88
(ii) Items that will be reclassified to profit and loss					
Net change in fair value of loans measured at fair value through other comprehensive income	(18.55)	20.68	0.87	0.45	(23.80)
Income tax relating to the above	4.67	(5.20)	(0.22)	(0.11)	5.99
<b>(XI) Total other comprehensive (loss)/income, net of tax</b>	<b>(14.21)</b>	<b>13.54</b>	<b>0.65</b>	<b>(6.01)</b>	<b>(23.42)</b>
<b>(XII) Total comprehensive income/(loss) for the year (VII + VIII)</b>	<b>911.89</b>	<b>614.52</b>	<b>198.37</b>	<b>2,635.60</b>	<b>(170.01)</b>
<b>(XIII) Total comprehensive income attributable to :</b>					
Owners of the company	911.89	614.52	198.37	2,635.60	(170.01)
Non-controlling interests	-	-	-	-	-
<b>(XIV) Earnings per equity share (face value ₹ 10)</b>					
Basic (₹)	3.20	2.20	1.11	10.35	(0.86)
Diluted (₹)	3.14	2.20	1.11	10.30	(0.86)

See accompanying notes to the financial results



**Navi Finserv Limited**

(formerly known as Navi Finserv Private Limited)

**CIN No. U65923KA2012PLC062537**

2nd Floor, Vaishnavi Tech Square Iballur Village, Begur Hobli Bangalore South Bangalore KA 560102, India

(All amounts in ₹ millions unless otherwise stated)

**Notes:**

- 1 These financial results have been prepared in accordance with the recognition and measurement principles laid down in Companies (Indian Accounting Standards) Rules, 2015 prescribed under Section 133 of the Act read with relevant rules issued thereunder, the circulars, guidelines and directions issued by the Reserve Bank of India ("the RBI") from time to time ('RBI Guidelines') and other accounting principles generally accepted in India, and is in compliance with the presentation and disclosure requirements of the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended including relevant circulars issued by the SEBI from time to time.
- 2 There has been no change in the significant accounting policies during the quarter and year ended 31st March, 2023 as compared to those followed for the year ended 31 st March, 2022.
- 3 The financial statements of the subsidiary in India have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015.
- 4 These financial results include the results of Navi Finserv Limited (" the holding Company ") and Chaitanya India Fin Credit Private Limited (the subsidiary company) (collectively referred as "the Group").
- 5 The consolidated financial results of Navi Finserv Limited (formerly known as Navi Finserv Private Limited) ('the Group') have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on 25 May 2023 and 26 May 2023, respectively.
- 6 During the year ended 31 March 2023, the holding company has allotted 10,66,66,667 equity shares of face value 10 including premium of ₹ 65 per share, aggregating to ₹ 8000 million, to Navi Technologies Limited (the "Ultimate Holding Company") on right issue basis as per Section 62(1) of the Companies Act, 2013.
- 7 During the year ended 31 March 2023, the holding company has sold the brand 'Chaitanya' to Navi Technologies Limited, the holding company, for ₹ 350 million. The resultant gain of ₹ 350 million has been disclosed under Other Income in these audited financial results.
- 8 The holding company has issued 15,000 Compulsorily Convertible Debentures to Navi Technologies Limited (the "Ultimate Holding Company") for aggregate amount of INR 1,500 millions during the quarter ended 31 March, 2023.
- 9 Effective 29 March 2023, the holding company has sold 25% equity stake in Chaitanya India Fin Credit Private Limited (erstwhile-wholly owned subsidiary) to Navi Technologies Limited ("the ultimate holding Company).
- 10 The Group's operating segments are established in the manner consistent with the components of the Company that are evaluated regularly by the Chief Operating Decision Maker as defined in Ind AS 108 - 'Operating Segments'. The Company is engaged primarily in the business of financing and as such no separate reportable segment is required to be furnished as per Ind AS 108 - "Operating Segment".
- 11 The comparative figures for the year ended 31 March 2022 included in these financial results have been subjected to audit on which the statutory auditors of the Company have issued audit report dated 21 May 2022. The figures for the quarter ended 31 March 2023, 31 December 2022 and 31 March 2022 are neither audited nor reviewed.
- 12 The figures for the last quarter of the current year and of the previous year are the balancing figures between audited figures in respect of the full financial year.
- 13 Other expenses mainly comprises of expenditure in nature of business support service, software support charges, customer onboarding and verification, legal and professional and rent, rates and taxes.
- 14 Figures of the previous periods have been regrouped, wherever necessary, to make them comparable with the current period.



**Navi Finserv Limited**  
(formerly known as Navi Finserv  
Private Limited)

**Ankit Agarwal**  
**Managing Director**  
DIN: 08299808

Bengaluru  
26 May 2023



**Navi Finserv Limited**

(formerly known as Navi Finserv Private Limited)

**CIN No. U65923KA2012PLC062537**

2nd Floor, Vaishnavi Tech Square Iballur Village, Begur Hobli Bangalore South Bangalore KA 560102, India

**Statement of Consolidated Assets and Liabilities as at 31 March 2023**

(All amounts in ₹ millions unless otherwise stated)

Particulars	As at	As at
	31 March 2023	31 March 2022
	Audited	Audited
<b>I ASSETS</b>		
<b>1 Financial assets</b>		
Cash and cash equivalents	6,508.78	5,709.55
Bank balances other than cash and cash equivalents	3,844.84	1,357.58
Loans	1,01,501.42	50,014.09
Investments	7,350.30	3,639.76
Other financial assets	3,385.93	1,347.63
<b>2 Non-financial assets</b>		
Current tax assets (net)	-	167.90
Deferred tax asset (net)	822.98	557.94
Property, plant and equipment	210.38	74.31
Other Intangible assets	30.81	27.94
Right to use asset	867.66	122.95
Other non-financial assets	716.35	107.53
<b>Total assets</b>	<b>1,25,239.45</b>	<b>63,127.18</b>
<b>II LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
<b>1 Financial liabilities</b>		
Payables		
Trade payables		
(i) total outstanding dues of micro enterprises and small enterprises	11.35	0.70
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	876.77	911.41
Other payables		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
Debt securities	28,206.67	22,466.49
Borrowings (other than debt securities)	61,911.51	25,660.05
Subordinated liabilities	2,133.29	499.94
Lease liability	912.59	133.91
Other financial liabilities	4,201.98	526.26
<b>2 Non - financial liabilities</b>		
Current tax liabilities (net)	113.27	-
Provisions	394.44	193.20
Other non financial liabilities	311.27	144.34
<b>Total liabilities</b>	<b>99,073.14</b>	<b>50,536.30</b>
<b>3 Equity</b>		
Equity share capital	2,852.40	1,785.73
Other equity	21,539.88	10,805.15
<b>Equity attributable to owners of the Company</b>	<b>24,392.28</b>	<b>12,590.88</b>
Non-controlling interests	1,774.03	-
<b>Sub-total -Total equity</b>	<b>26,166.31</b>	<b>12,590.88</b>
<b>Total liabilities and equity</b>	<b>1,25,239.45</b>	<b>63,127.18</b>



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**Audited Consolidated Statement of Cash Flows for the year ended 31 March 2023**

(All amounts in ₹ millions unless otherwise stated)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
<b>A. Cash flow from Operating activities</b>		
Profit before tax	3,346.07	(183.25)
Depreciation, amortisation and impairment	104.83	28.90
Depreciation on right of use asset	53.15	68.01
Contribution to employee stock option scheme	109.40	21.24
Interest expense on lease liability	29.45	7.08
Interest income earned on loans	(17,467.90)	(5,412.94)
Impairment allowance on loans	2,759.55	424.53
Loans written off	1,253.61	1,182.27
Impairment allowance on investments	(164.19)	(8.51)
Investments written off	138.32	-
Income on lease modification	(4.44)	-
Profit on sale of fixed assets (net)	0.09	-
Impairment on other assets	-	20.63
Profit on sale of Trade mark	(349.51)	-
Net gain on derecognition of financial instruments under amortised cost category		
	(1,399.35)	(361.40)
Finance Costs	6,886.89	2,124.54
Net (Gain)/Loss on fair value changes on derivative financial instrument	-	(1.47)
Net (Gain)/Loss on fair value changes on investment	(304.95)	(1,370.87)
<b>Operating profit before working capital changes</b>	<b>(5,008.98)</b>	<b>(3,461.24)</b>
<b>Movements in Working capital:</b>		
(Increase) in loans	(36,633.23)	(29,257.46)
(Increase)/Decrease in Investments	(3,379.71)	15,420.64
Decrease in Receivables	-	0.49
(Increase) in Other financial assets	(2,038.30)	(1,173.93)
(Increase) in other non-financial assets	(608.82)	(58.80)
(Decrease)/Increase in payables	(23.99)	771.89
Increase/(Decrease) in other financial liabilities	3,675.72	(182.83)
Increase in non-financial liabilities	166.93	76.75
Increase/(Decrease) in provisions	91.84	(37.68)
Interest payments	(6,826.49)	(1,642.40)
<b>Cash generated (used in) from operations</b>	<b>(50,585.03)</b>	<b>(19,544.56)</b>
Direct taxes paid	686.27	296.20
<b>Net cash flows generated (used in) from operating activities (A)</b>	<b>(51,271.30)</b>	<b>(19,840.76)</b>
<b>B. Cash flow from Investing activities</b>		
(Increase) in bank deposits with original maturity greater than 3 months	(2,487.27)	(548.82)
Proceeds from sale of investment to non controlling interest	1,814.58	-
Purchase of property, plant and equipment and intangible assets	(223.01)	(76.07)
Proceeds from sale of property, plant and equipment and intangible assets	349.51	0.20
<b>Net cash flows (used in) investing activities (B)</b>	<b>(546.19)</b>	<b>(624.69)</b>
<b>C. Cash flow from Financing activities</b>		
Increase in equity shares	7,996.11	1,000.00
Proceeds from issue of compulsory convertible debenture	1,129.22	-
Proceeds from issue of debt securities	25,872.46	11,993.81
Repayment of debentures	(20,502.82)	(3,288.54)
Proceeds from term loans availed	1,14,149.36	93,137.90
Repayment of term loans	(77,733.11)	(78,318.43)
Proceeds from subordinated debt	2,026.92	-
Repayment of subordinated debt	(276.92)	-
Lease payments	(44.50)	(17.72)
<b>Net cash flows generated (used in) financing activities (C)</b>	<b>52,616.72</b>	<b>24,507.02</b>
Net increase in cash and cash equivalents (A+B+C)	799.23	4,041.57
Cash and cash equivalents at the beginning of the year	5,709.55	1,667.98
<b>Cash and cash equivalents at the end of the year</b>	<b>6,508.78</b>	<b>5,709.55</b>



**Navi Finserv Limited**

(formerly known as Navi Finserv Private Limited)

**CIN No. U65923KA2012PLC062537**

2nd Floor, Vaishnavi Tech Square Iballur Village, Begur Hobli Bangalore South Bangalore KA 560102, India

**Audited Consolidated Statement of Cash Flows for the year ended 31 March 2023**

(All amounts in ₹ millions unless otherwise stated)

Components of cash and cash equivalents	For the year ended 31 March 2023	For the year ended 31 March 2022
i) Cash on hand	2.09	3.19
ii) Balances with banks (of the nature of cash and cash equivalents)	6,506.69	5,706.36
<b>Total</b>	<b>6,508.78</b>	<b>5,709.55</b>

Note: The above Statement of Cash Flow has been prepared under the 'Indirect Method' as set out in Ind AS 7 on 'Statement of Cash Flows'.

For and on behalf of the Board of Directors of  
**Navi Finserv Limited**  
(formerly known as Navi Finserv Private Limited)



  
**Ankit Agarwal**  
Managing Director  
DIN: 08299808

Bengaluru  
26 May 2023



**Navi Finserv Limited***(formerly known as Navi Finserv Private Limited)***CIN No. U65923KA2012PLC062537**

2nd Floor, Vaishnavi Tech Square Iballur Village, Begur Hobli Bangalore South Bangalore KA 560102, India

**Disclosures under Regulation 52(4) of the Securities and Exchange Board of India(Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended for the year ended March 31, 2023**

Sr No	Particulars	Ratio
1	Debt-Equity Ratio (Note 1)	3.53
2	Debt Service Coverage Ratio & Interest Service Coverage Ratio	Not Applicable
3	Outstanding redeemable preference share	Not Applicable
4	Capital Redemption Reserve (₹ in millions)	44.05
5	Debenture Redemption reserve (₹ in millions)	10.00
6	Net Worth (Note 2) (₹ in millions)	26,166.31
7	Net profit after tax	2,641.61
8	Earning per share	10.35
9	Current ratio	Not applicable
10	Long term debt to working Capital	Not applicable
11	Bad debt to account receivable ratio	Not applicable
12	Current Liability Ratio	Not applicable
13	Total Debts to Assets Ratio (Note 3)	0.74
14	Debtors Turnover	Not applicable
15	Net profit Margin % (Note 4)	0.13
	<b>Sector Specific Ratios</b>	
	CRAR % (Tier I+TierII)	
16	a) Holding Company	28.37%
	b) Subsidiary Company	22.34%
	Gross Stage 3 Ratio% ( Note 5)	1.19%
	Net Stage 3 Ratio% ( Note 6)	0.21%

**Notes:-**

- Debt-Equity Ratio= Total debt [Debt securities + Borrowings (other than debt securities)+Subordinated liabilities]/ Net worth
- Networth= Equity share capital + Other Equity
- Total debt to Asset ratio= Total debt [Debt securities + Borrowings (other than debt securities)+Subordinated liabilities]/ Total Assets
- Net profit Margin= Net profit for the period/Total Income
- Gross Stage 3 (%) = Gross Stage 3 Loans / Gross Loans
- Net Stage 3 (%) = (Gross Stage 3 Loans - Impairment loss allowance for Stage 3)/(Gross Loans - Impairment loss allowance for Stage 3).

For and on behalf of the Board of Directors  
**Navi Finserv Limited**  
*(formerly known as Navi Finserv Private Limited)*

  
**Ankit Agarwal**  
Managing Director  
DIN: 08299808

Bengaluru  
26 May 2023



To,  
Listing Department,  
BSE Limited  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai-400001

To,  
Listing Operations  
National Stock Exchange of India Limited  
Exchange Plaza  
Bandra Kurla Complex, Bandra (E)  
Mumbai-400051

**Sub:** Statement of utilization of issue proceeds under Regulation 52(7) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Dear Sir/Madam,

Pursuant to Regulation 52(7) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby confirm that the proceeds of issues from various Non-Convertible Debentures (NCD) issued by the Company were utilized for the objects as stated in the offer document and there is no material deviation in the utilization of such proceeds as on March 31, 2023.

Thanking you.

Yours faithfully,

For **Navi Finserv Limited**

**THOMAS**  
**JOSEPH**

Digitally signed by  
THOMAS JOSEPH  
Date: 2023.05.26  
11:14:36 +05'30'

Thomas Joseph

Company Secretary

Membership No.-A53322

Date: May 26, 2023

Copy to -

**CATALYST TRUSTEESHIP LIMITED**

Windsor, 6th Floor, Office No – 604 C.S.T. Road, Kalina Santacruz (East), Mumbai – 400 098

**IDBI Trusteeship Services Limited**

Asian Building, Ground Floor 17, R. Kamani Marg, Ballard Estate Mumbai – 400 001

**Annex - IV-A**

**A. Statement of utilization of issue proceeds:**

Name of the Issuer	ISIN	Mode of Fund Raising (Public issues/ Private placement )	Type of instrument	Date raising funds	of	Amount Raised	Funds utilized	Any deviation (Yes/ No)	If 8 is Yes, then specify the purpose of for which the funds were utilized	Remarks, if any
1	2	3	4	5	6	7	8	9	10	
NA										

**B. Statement of deviation/ variation in use of Issue proceeds: NA**

Particulars	Remarks																					
Name of listed entity	Navi Finserv Limited																					
Mode of fund raising	Private placement																					
Type of instrument	Non-convertible Securities																					
Date of raising funds	NA																					
Amount raised	NA																					
Report filed for quarter ended	March 31, 2023																					
Is there a deviation/ variation in use of funds raised?	No																					
Whether any approval is required to vary the objects of the issue stated in the prospectus/ offer document?	Not Applicable																					
If yes, details of the approval so required?	Not Applicable																					
Date of approval	Not Applicable																					
Explanation for the deviation/ variation	Not Applicable																					
Comments of the audit committee after review	Not Applicable																					
Comments of the auditors, if any	Not Applicable																					
Objects for which funds have been raised and where there has been a deviation/ variation, in the following table: NA																						
<table border="1"> <thead> <tr> <th>Original object</th> <th>Modified object, if any</th> <th>Original allocation</th> <th>Modified allocation, if any</th> <th>Funds utilised</th> <th>Amount of deviation/ variation for the quarter according to applicable object (in Rs. crore and in %)</th> <th>Remarks, if any</th> </tr> </thead> <tbody> <tr> <td>NA</td> <td>NA</td> <td>NA</td> <td>NA</td> <td>NA</td> <td>NA</td> <td>NA</td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> </tr> </tbody> </table>	Original object	Modified object, if any	Original allocation	Modified allocation, if any	Funds utilised	Amount of deviation/ variation for the quarter according to applicable object (in Rs. crore and in %)	Remarks, if any	NA														
Original object	Modified object, if any	Original allocation	Modified allocation, if any	Funds utilised	Amount of deviation/ variation for the quarter according to applicable object (in Rs. crore and in %)	Remarks, if any																
NA	NA	NA	NA	NA	NA	NA																
Deviation could mean:																						
<p>a. Deviation in the objects or purposes for which the funds have been raised.</p> <p>b. Deviation in the amount of funds actually utilized as against what was originally disclosed.</p>																						

For Navi Finserv Limited

THOMAS  
JOSEPH

Digitally signed by  
THOMAS JOSEPH  
Date: 2023.05.26  
11:15:06 +05'30'

Name of signatory: Thomas Joseph

Designation: Company Secretary

Membership No.-A53322

Date: May 26, 2023

# Price Waterhouse LLP

Chartered Accountants

The Board of Directors  
Navi Finserv Limited  
Second Floor, Vaishnavi Tech Square,  
Iballur Village, Begur Hobli  
Bangalore - 560102

## **Auditor's Report on book values of assets included in the statement of security cover as per Information Memorandum, Term Sheet and Debenture Trust Deed as at March 31, 2023**

1. This report is issued in accordance with the terms of our engagement letter dated May 24, 2023.
2. The accompanying Statement of Security Cover as at March 31, 2023 as mentioned in paragraphs of the Information Memorandum, Term Sheet and Debenture Trust Deed (the "Agreement") of listed debt securities (the "Statement") has been prepared by the management of Navi Finserv Limited (the "Company") as at March 31, 2023 pursuant to Regulation 56(1)(d) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, (as amended) read with Circular SEBI/HO/MIRSD/MIRSD\_CRADT/CIR/P/2022/67 dated May 19, 2022 (together referred to as the "Listing Regulations, 2015"), which has been signed by us for identification purposes.

### **Management's Responsibility for the Statement**

3. The preparation of the Statement is the responsibility of the Management of the Company including the creation and maintenance of all accounting and other records supporting its contents. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Statement and applying an appropriate basis of preparation.
4. The Management is also responsible for ensuring that the Company complies with the requirements of the Listing Regulations, 2015 and the Agreement, and it provides all relevant, complete and accurate information as required therein.

### **Auditors' Responsibility**

5. Pursuant to the Listing Regulations, 2015, it is our responsibility to examine the Statement and to report based on our procedures performed as described in paragraph 9 below, whether the book values of the assets specified in column(s) A to H in the Statement prepared by the Company are in agreement with the underlying books and relevant records of the Company as at March 31, 2023, as produced to us by the Management during the course of our examination.
6. The financial statements for the year ending on March 31, 2023, relating to the books and records referred to in paragraph 5 above have been audited by us pursuant to the requirements of Companies Act, 2013, on which we issued an unmodified audit opinion vide our report dated May 26, 2023. Our audit of these financial statements has been conducted in accordance with the Standards on Auditing referred to in Section 143(10) of the

Price Waterhouse LLP, 5th Floor, Tower 'D', The Millenia, 1 & 2 Murphy Road, Ulsoor, Bengaluru - 560008  
T: +91 (80) 4079 5000, F: +91 (80) 4079 5222



Registered office and Head office: Plot No. 56 & 57, Block DN, Sector-V, Salt Lake, Kolkata - 700 091

Price Waterhouse (a Partnership Firm) converted into Price Waterhouse LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAS - 3673) with effect from April 22, 2020. Post its conversion to Price Waterhouse LLP, its ICAI registration number is (FRN 301112E/E300264) (ICAI registration number before conversion was 301112E)

# Price Waterhouse LLP

Chartered Accountants

Companies Act, 2013 and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India ("ICAI"). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

7. We conducted our examination of the Statement in accordance with the 'Guidance Note on Reports or Certificates for Special Purposes' (the "Guidance Note") issued by the ICAI. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
8. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.
9. In carrying out our examination as described in paragraph 5 above, we have carried out the following procedures:

Trace the financial information contained in Columns A to Columns H of Statement with underlying audited books and records of the Company as at March 31, 2023 as provided by the Management.

For avoidance of doubt, we clarify that we were not required to, and will not perform any procedure on the information included in column K to column O of the accompanying statement and the same is furnished by the management of the Company. Further we are not required to comment on the calculations included in the Statement.

## Opinion

10. Based on our examination as described in paragraph and procedures performed as described in paragraph 9 above, and according to the information and explanations given to us, we report that the book values of the assets specified in column(s) A to H in the Statement prepared by the Company are in agreement with the underlying books and relevant records of the Company as at March 31, 2023 as produced to us by the Management during the course of our examination.

## Restriction on Use

11. Our work was performed solely to assist you in meeting the requirements of the Listing Regulations, 2015 to enable the Company to meet the requirements of Regulation 56(1)(d) of the Listing Regulations, 2015. Our obligations in respect of this report are entirely separate from, and our responsibility and liability is in no way changed by any other role we may have as auditors of the Company or otherwise. Nothing in this report nor anything said or done in the course of or in connection with the services that are the subject of this report, will extend any duty of care we may have in our capacity as auditors of the Company.



# Price Waterhouse LLP

Chartered Accountants

12. This report has been issued solely at the request of the Board of Directors of the Company to whom it is addressed, for onward submission to the Debenture trustees defined in the Agreement and should not be used for any other purpose. We do not accept or assume any liability or duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come, save where expressly agreed by our prior consent in writing.

For Price Waterhouse LLP

Firm Registration Number: 301112E/E300264

Chartered Accountants



A.J. Shaikh

Partner

Membership Number: 203637

UDIN: 23203637BGXOZR6944

Place : Bengaluru

Date : May 26, 2023

Annexure 1- Format of Security Cover  
Table 1: Computation of book value of unencumbered assets and unencumbered assets available for secured and unsecured assets

(All amounts are in Rs. Millions)

Particulars	Column A Description of asset for which this certificate relate	Column B Exclusive Change	Column C Other Secured Debt (Book Value)	Column D Part- Passu being issued (Yes/No)	Column E Part- Passu by part passu debt holder (including debt for which this certificate is issued & other items covered in column F)	Column F Part- Passu there is part- Passu charge (excluding items covered in column F)	Column G Assets not offered as Security	Column H Elimination (amount in negative)	Column I (Total C to H)	Column J Market Value for Assets charged on Exclusive basis	Column K Carrying / book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRRA market value is not applicable)	Column L Market Value for Part passu charge Assets (Relating to Column F)	Column M Carrying value/ book value for part passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRRA market value is not applicable) (Relating to Column F)	Column N Total Value (K+L+M+N)
<b>ASSETS</b>														
Property, Plant and Equipment							67.95		67.95					
Capital Work-in-Progress														
Right of Use Assets							814.72		814.72					
Goodwill														
Intangible Assets under Development														
Investments							9,888.40		9,888.40					
Loans	Pl & HL	20,354.87	33,340.17				10,000.15		63,995.19		20,354.87			20,354.87
Inventories														
Trade Receivables														
Cash and Cash Equivalents							3,092.57		3,092.57					
Bank Balances other than Cash and Cash Equivalents							3,636.24		3,636.24					
Others							4,033.62		4,033.62					
<b>Total Assets</b>		<b>20,354.87</b>	<b>33,340.17</b>				<b>31,533.65</b>		<b>85,228.69</b>		<b>20,354.87</b>			<b>20,354.87</b>
<b>LIABILITIES</b>														
Debt securities to which this certificate pertains	NCDs listed / unsecured	18,473.48					2,78.55		18,752.03					
Other debt sharing part- passu charge with above debt														
Other Debt	CP						2,295.32		2,295.32					
Subordinated debt							89.64		89.64					
Borrowings	Term loans and PTC		29,624.87				1,329.85		30,954.52					
Bank	NCDs Unlisted secured		1,833.06				3,694.73		5,627.79					
Others							751.44		751.44					
Trade payables							857.12		857.12					
Lease Liabilities							3,292.18		3,292.18					
Provisions														
Others														
<b>Total Liabilities</b>		<b>18,473.48</b>	<b>31,457.73</b>				<b>12,598.84</b>		<b>62,530.05</b>					
<b>Net Assets</b>		<b>110.18%</b>	<b>105.88%</b>						<b>22,698.64</b>					



**Notes:**

1. The book value as mentioned in above table as per financial information of the company prepared in accordance with the Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the "Act") read with the Companies (Indian Accounting Standards) Rules, 2015 as amended, other relevant provisions of the Act and guidelines issued by the Reserve Bank of India (RBI) as applicable to NREFCs.
2. Book value in Column C represents the principal outstanding in case of loans given as security and principal and interest accrued in case of debt securities to which this certificate pertains.
3. There are no assets offered given as security as part-passu against debt securities.
4. Asset cover is calculated only on debt for which the certificate is being issued.
5. Represents Intercorporate Debentures / Unsecured Debentures and Commercial Papers.
6. EIR Adjustments on Loans / Debt Securities / Subordinated Debts / Borrowing - Term Loans are included in Column H, so as to match the figures with audited Financial Information.



**Navj Finserve Limited**  
  
**Authorized Signatory/ Director**