

April 15, 2020

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National Stock Exchange of India Ltd.
Exchange Plaza, C -1, Block G, Bandra-Kurla Complex
Bandra (East) Mumbai - 400 051

Sub: Response to Movement in Price of Capri Global Capital Limited

Ref.: Your Letter No.:NSE/CM/Surveillance/9273 dated April 13, 2020

Dear Sir,

We are in unprecedented times. The COVID-19 pandemic is spreading across the world and India is no exception. With the cases in India also rising exponentially, the Government initiated a nation-wide lockdown for 21 days from March 25, 2020 in order to curb the contagion. The lockdown of around 1.3 billion people and a large number of businesses is leading to disruptions and dislocations on a scale never imagined. It has slammed the brakes on economic activity.

The COVID-19 pandemic is constantly evolving, rendering it difficult to predict or model its implications. There are several initiatives being announced by various agencies to contain the economic fallout of it. However, the impact on various businesses and the overall economy is expected to be adverse.

As may be expected, both stock markets and the economy have reacted sharply to the pandemic and its implications for businesses. For instance:

- India's gross domestic product (GDP) growth for fiscal 2021 was pegged at 6% by the Reserve Bank of India (RBI) on February 6, and by CRISIL at 5.2%. CRISIL has since revised its reading 170 basis points lower to 3.5%, while the RBI in its monetary policy meeting in March, decided not to provide an outlook on GDP growth.
- This unprecedented event has created new set of challenges for NBFC sector related to slower growth, effect on asset quality, liquidity & timely servicing of debts, asset liability management, etc.
- Since February 1, 2020:
 1. Nifty 50 is down over 30%
 2. Nifty Bank Index is down over 37%
 3. Nifty Financial Services Index is down over 34%
 4. Within NBFC sector, peer set companies share prices are down in the range of 30% to 60%

Amid this stock markets turmoil, slide in the share price of Capri Global Capital Limited (CGCL) is in line with peer set. However, **the company continues to be extremely prudent in doing its business and on the business front the Company would like to inform the following:**

- The Company is in 100% secured lending business with 73% Retail (at a group level) and 27% Wholesale book as on 31st December, 2019.
- 98% of the EMI payments happens through electronic mode for Retail book and 100% in case of Wholesale book.

Capri Global Capital Limited

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- The Company (at a group level) has maintained liquidity of around INR 293 crore and has additional sanctioned but undrawn lines of more than INR 600 crore as on 31st March 2020.
- Capital adequacy ratio is 38.4% and Debt to Equity ratio stood at 1.3 times as on 31st December, 2019.
- Positive ALM across all buckets upto 5 years and nil exposure to commercial papers.

Further, we would like to reiterate our commitment to our customer's business and hope to serve them efficiently during the COVID-19 pandemic, with full continuity of our critical operations, support and delivery services. CGCL is prepared for complete lockdown. Our Business Continuity Plan is activated and caters to multiple levels of disaster recovery. We are committed to serving our customers at all stages to COVID-19 pandemic to support in all possible ways.

Thanking you,

Yours faithfully,
for Capri Global Capital Limited



Abhishek Kanoi
Vice President & Group Company Secretary

