

June 10, 2021

The General Manager  
Department of Corporate Services  
BSE Limited  
Phiroze Jeejeeboy Towers, Dalal Street,  
Mumbai – 400001.

**Scrip Code: 540268**

Dear Sir / Madam,

**Subject: Audited Financial Results for the quarter and year ended March 31, 2021.**

In compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you that the Board of Directors of Dhanvarsha Finvest Limited (“the Company”) at its meeting held today i.e., June 10, 2021 (commenced at 1:00 pm and concluded at 4:30 p.m.) has inter-alia, considered and approved the following:

- i. Audited Standalone and Consolidated Financial Results of the Company for the quarter and financial year ended March 31, 2021 and took note of the Audit Report thereon, submitted by the Statutory Auditors of the Company i.e., Haribhakti & Co. LLP, Chartered Accountants.
- ii. Recommended a final dividend of Rs.0.05 per Equity Share of face value of Rs.10/- each for the financial year ended March 31, 2021, subject to the approval of the Members of the Company at the ensuing Annual General Meeting.

A copy of each of the Audited Financial Results, Auditors' report along with declaration on unmodified opinion is attached herewith.

We request you to kindly take the above on record.

Thanking you.  
Yours faithfully,

For **Dhanvarsha Finvest Limited**



**Fredrick M. Pinto**  
Company Secretary  
ACS No. 22085



**Dhanvarsha Finvest Limited**  
Registered office:- 2nd Floor, Building No. 4, D J House, Old Nagardas Road, Andheri (East), Mumbai - 400069, Maharashtra.  
Tel:- +91 22 6845 7200, Email ID:- contact@df ltd.in, Website:- www.df ltd.in  
CIN:- L24231MH1994PLC334457

**STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2021**

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter Ended			Year Ended	
		31.03.2021 (Audited)*	31.12.2020 (Unaudited)	31.03.2020 (Audited)*	31.03.2021 (Audited)	31.03.2020 (Audited)
	<b>Revenue from operations</b>					
i	Interest income	478.56	300.61	134.39	1,224.41	641.78
ii	Fees and commission income	567.78	402.21	434.84	1,728.52	1,260.63
iii	Net gain on fair value changes	0.30	2.63	2.76	8.43	8.16
<b>I</b>	<b>Total Revenue from operations</b>	<b>1,046.64</b>	<b>705.45</b>	<b>571.99</b>	<b>2,961.36</b>	<b>1,910.57</b>
<b>II</b>	<b>Other income</b>	<b>36.55</b>	<b>179.52</b>	<b>13.28</b>	<b>45.05</b>	<b>18.81</b>
<b>III</b>	<b>Total Income (I+II)</b>	<b>1,083.19</b>	<b>884.97</b>	<b>585.27</b>	<b>3,006.41</b>	<b>1,929.38</b>
	<b>Expenses</b>					
i	Finance costs	191.94	55.15	41.59	423.13	168.59
ii	Fees and commission expense	17.76	4.73	0.57	29.61	0.79
iii	Impairment on financial instruments (refer note 10,11 and 13)	(2.28)	(6.75)	129.20	43.67	33.67
iv	Employee benefits expenses	431.26	362.26	208.78	1,315.01	701.84
v	Depreciation, amortization and impairment	34.88	42.01	22.14	127.07	48.72
vi	Other expenses	340.02	326.29	132.74	789.70	421.47
<b>IV</b>	<b>Total Expenses</b>	<b>1,013.58</b>	<b>783.69</b>	<b>535.02</b>	<b>2,728.19</b>	<b>1,375.08</b>
<b>V</b>	<b>Profit before Exceptional Item and tax (III - IV)</b>	<b>69.61</b>	<b>101.28</b>	<b>50.25</b>	<b>278.22</b>	<b>554.30</b>
<b>VI</b>	<b>Exceptional items</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>VII</b>	<b>Profit before tax (V + VI)</b>	<b>69.61</b>	<b>101.28</b>	<b>50.25</b>	<b>278.22</b>	<b>554.30</b>
<b>VIII</b>	<b>Tax expense:</b>					
i	Current tax	31.89	40.64	51.33	117.41	172.52
ii	Deferred tax	(80.30)	119.68	(26.55)	29.39	(16.99)
iii	Tax adjustment for earlier years	1.32	-	(7.32)	1.32	(7.32)
<b>IX</b>	<b>Profit for the period/year after tax (VII - VIII)</b>	<b>116.70</b>	<b>(59.06)</b>	<b>32.79</b>	<b>130.10</b>	<b>406.10</b>
<b>X</b>	<b>Other Comprehensive Income</b>					
i	Items that will not be reclassified to profit or loss					
	Remeasurement gain/(loss) on defined benefit plan	1.95	-	(1.66)	1.95	(1.66)
ii	Income tax relating to items that will not be reclassified to profit or loss	(0.54)	-	0.46	(0.54)	0.46
	<b>Other comprehensive income</b>	<b>1.41</b>	<b>-</b>	<b>(1.20)</b>	<b>1.41</b>	<b>(1.20)</b>
<b>XI</b>	<b>Total Comprehensive Income for the period/year (IX + X)</b>	<b>113.88</b>	<b>(59.06)</b>	<b>31.59</b>	<b>131.51</b>	<b>404.90</b>
<b>XII</b>	<b>Paid up equity share capital (face value of Rs. 10/- per share)</b>	<b>1,529.24</b>	<b>1,529.24</b>	<b>1,350.78</b>	<b>1,529.24</b>	<b>1,350.78</b>
<b>XIII</b>	<b>Other Equity</b>				<b>8,462.13</b>	<b>1,764.53</b>
<b>XIV</b>	<b>Earnings per equity share (Not annualised for the interim periods)</b>					
	Basic (Rs.)	0.22	(0.17)	0.24	0.88	3.01
	Diluted (Rs.)	0.18	(0.17)	0.23	0.69	2.83

Notes:

## 1. STATEMENT OF CONSOLIDATED ASSETS AND LIABILITIES

(Rs. in Lakhs)

Sr. No.	Particulars	As At 31.03.2021 (Audited)	As At 31.03.2020 (Audited)
<b>I</b>	<b>ASSETS</b>		
	<b>1 Financials Assets</b>		
	(a) Cash and cash equivalents	3,222.53	170.84
	(b) Bank balances other than (a) above	1,530.37	177.94
	(c) Receivable		
	Trade Receivable	596.91	118.17
	Other Receivable	112.10	-
	(d) Loans	9,970.19	3,285.52
	(e) Investments	1,103.25	128.41
	(f) Other financials assets	93.20	339.89
	<b>Total Financial Assets</b>	<b>16,628.54</b>	<b>4,220.77</b>
	<b>2 Non-Financials Assets</b>		
	(a) Current tax assets (net)	174.49	41.67
	(b) Deferred tax assets (net)	119.25	188.21
	(c) Property, plant and equipment	423.00	189.40
	(d) Right of used assets	518.82	-
	(e) Capital Work in Progress	78.46	25.84
	(f) Intangible assets under development	330.70	11.51
	(g) Other intangible assets	191.69	142.87
	(i) Other non-financials assets	183.85	27.51
	<b>Total Non-Financials Assets</b>	<b>2,020.26</b>	<b>627.01</b>
	<b>TOTAL ASSETS</b>	<b>18,648.80</b>	<b>4,847.78</b>
<b>II</b>	<b>LIABILITIES AND EQUITY</b>		
	<b>LIABILITIES</b>		
	<b>1 Financial Liabilities</b>		
	(a) Payables		
	(1) Trade payables		
	i) total outstanding dues of micro enterprises and small enterprises	16.96	9.20
	ii) total outstanding dues of creditors other than micro enterprises and small enterprises	166.35	27.24
	(2) Other payables		
	total outstanding dues of micro enterprises and small enterprises	21.56	-
	total outstanding dues of creditors other than micro enterprises and small enterprises	48.05	13.30
	(b) Debt Securities	601.98	-
	(c) Borrowings (Other than Debt Securities)	7,450.85	1,560.75
	(d) Other financial liabilities	58.12	22.96
	<b>Total Financial Liabilities</b>	<b>8,363.87</b>	<b>1,633.45</b>
	<b>2 Non-Financial Liabilities</b>		
	(a) Current tax liabilities(Net)	60.76	33.29
	(b) Provisions	64.34	24.84
	(c) Other non-financial liabilities	168.46	40.89
	<b>Total Non-Financial Liabilities</b>	<b>293.56</b>	<b>99.02</b>
	<b>3 EQUITY</b>		
	(a) Equity Share capital	1,529.24	1,350.78
	(b) Other Equity	8,462.13	1,764.53
	<b>Total Equity</b>	<b>9,991.37</b>	<b>3,115.31</b>
	<b>TOTAL LIABILITIES AND EQUITY</b>	<b>18,648.80</b>	<b>4,847.78</b>

## 2. STATEMENT OF CASH FLOW FOR YEAR ENDED MARCH 31, 2021

(Rs. in Lakhs)

Sr. No.	Particulars	Year Ended 31.03.2021 (Audited)	Year Ended 31.03.2020 (Audited)
<b>A.</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES:</b>		
	Net Profit Before Taxes	278.21	554.30
	Adjustment for:		
	Interest Income from Fixed Deposits	(34.27)	(10.50)
	Profit on sale of Investment property	-	(4.67)
	Depreciation / Amortisation	127.07	48.72
	Impairment on financial instruments	43.67	33.67
	Realised gain on investments	(13.91)	(7.11)
	Unrealised gain on investments	2.74	(1.05)
	Fee Income Recognition as per EIR	(51.28)	7.08
	Employee share based payment expenses	168.70	82.30
	Unrealised foreign exchange gain/loss	0.27	(0.04)
	<b>Operating profit before working capital changes</b>	<b>521.20</b>	<b>702.70</b>
	<b>Movement in working capital</b>		
	(Increase)/decrease in Loans	(6,677.06)	1,190.20
	(Increase)/Decrease in Other Financial Assets	368.33	(343.10)
	(Increase)/Decrease in Other Assets	(156.61)	(117.62)
	(Increase)/Decrease in Trade Receivable	(590.84)	-
	Increase/(Decrease) in Other Payables	216.47	13.12
	Increase/(Decrease) in Other Financial Liabilities	(1,671.77)	(58.80)
	Increase/(Decrease) in Other liabilities	1,698.28	-
	Increase/(Decrease) in Provisions	39.50	11.87
	<b>Cash used in Operations</b>	<b>(6,252.48)</b>	<b>1,398.37</b>
	Direct Taxes Paid (net of refund)	(63.86)	(83.72)
	<b>Net cashflows from/(used in) Operating Activities (A)</b>	<b>(6,316.35)</b>	<b>1,314.65</b>
<b>B.</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES:</b>		
	Purchase of Property, plant and equipment and Intangible Assets (including Capital work in Progress)	(1,426.84)	(161.24)
	Proceeds from sale of Property, plant and equipment and Intangible Assets	126.71	-
	Purchase of investment at fair value through profit and loss account	(5,074.81)	(1,995.00)
	Proceeds from sale of investment property	-	60.00
	Proceeds from sale of investment at fair value through profit and loss account	4,119.58	1,874.74
	Investment in Fixed Deposits having original maturity more than three years	(2,882.50)	(160.39)
	Proceeds from sale of Fixed Deposits	1,400.00	-
	Interest Income from Fixed Deposits	34.27	10.50
		<b>(3,703.58)</b>	<b>(371.39)</b>
<b>C.</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES:</b>		
	Proceeds from issue of share capital and share warrants	178.47	2.34
	Debt securities issued	5,000.00	-
	Borrowings other than debt securities issued	8,819.29	-
	Borrowings other than debt securities repaid	(911.80)	(1,093.66)
	Payment of Lease Liability	-	(2.43)
	Dividends paid including DDT	(14.34)	(40.69)
	<b>Net cash generated from/(used in) financing activities (C)</b>	<b>13,071.62</b>	<b>(1,134.44)</b>
	Net (Decrease)/ Increase In Cash And Cash Equivalents (A + B + C )	3,051.68	(191.20)
	Cash and cash equivalents at the beginning of the financial year	170.84	362.04
	<b>Cash and cash equivalents at end of the year</b>	<b>3,222.52</b>	<b>170.84</b>
<b>Components of Cash and Cash Equivalent</b>			
	<b>Cash and Cash Equivalent at end of the year</b>	<b>Year Ended 31.03.2021 (Audited)</b>	<b>Year Ended 31.03.2020 (Audited)</b>
	Balances with banks in Current accounts	3,145.89	169.48
	Cash on hand (including foreign currencies)	76.63	1.36
	Bank deposits with maturity of less than 3 months	-	-
	<b>Total</b>	<b>3,222.52</b>	<b>170.84</b>

3. SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED						
(Rs. in Lakhs)						
Sr. No.	Particulars	Quarter Ended			Year Ended	
		31.03.2021 (Audited)	31.12.2020 (Unaudited)	31.03.2020 (Audited)	31.03.2021 (Audited)	31.03.2020 (Audited)
I	<b>Segment Revenue</b>					
	- Fund Based Activities	499.04	450.97	582.10	2,024.28	1,677.06
	- Advisory Services	547.90	254.48	(10.11)	937.38	233.51
	<b>Total</b>	<b>1,046.94</b>	<b>705.45</b>	<b>571.99</b>	<b>2,961.66</b>	<b>1,910.57</b>
	Less : Inter Segment Revenue	-	-	-	-	-
	Revenue from Operations	<b>1,046.94</b>	<b>705.45</b>	<b>571.99</b>	<b>2,961.66</b>	<b>1,910.57</b>
II	<b>Segment Results</b>					
	Profit/(loss) before Tax from each segment :					
	- Fund Based Activities	(77.14)	3.26	94.67	58.17	512.99
	- Advisory Services	142.61	11.24	(25.80)	180.70	93.27
	<b>Total</b>	<b>65.47</b>	<b>14.50</b>	<b>68.87</b>	<b>238.87</b>	<b>606.26</b>
	Unallocable Income/(Expenditure) - net	4.14	86.78	(15.80)	39.35	(49.15)
	Profit before Tax	<b>69.60</b>	<b>101.28</b>	<b>53.08</b>	<b>278.21</b>	<b>557.11</b>
	Less: Taxes	(47.08)	160.32	20.29	148.13	151.02
	<b>Profit after Tax</b>	<b>116.69</b>	<b>(59.04)</b>	<b>32.79</b>	<b>130.09</b>	<b>406.09</b>
III	<b>Capital Employed</b>					
	<b>Segment Assets</b>					
	- Fund Based Activities	12,503.06	9,957.81	4,239.45	12,503.06	4,239.45
	- Advisory Services	1,074.36	674.77	29.67	1,074.36	29.67
	- Unallocated	5,071.38	2,151.01	578.66	5,071.38	578.66
		<b>18,648.80</b>	<b>12,783.59</b>	<b>4,847.78</b>	<b>18,648.80</b>	<b>4,847.78</b>
	<b>Segment Liabilities</b>					
	- Fund Based Activities	8,348.78	2,983.96	1,664.73	8,348.78	1,664.73
	- Advisory Services	228.93	110.90	15.91	228.93	15.91
	- Unallocated	79.71	614.41	51.83	79.71	51.83
		<b>8,657.43</b>	<b>3,709.27</b>	<b>1,732.47</b>	<b>8,657.43</b>	<b>1,732.47</b>

**Notes:**

- 4 Fee and commission income majorly includes commission from syndication loan.
- 5 The above results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at their respective meetings held on June 10, 2021.
- 6 The consolidated financial results for the year ended March 31, 2021 have been audited by the Statutory Auditors. The Consolidated Financial Results for the quarter and year ended March 31, 2021 include the audited financials of the wholly owned subsidiary, DFL Technologies Private Limited.
- 7 \* The figures for the fourth quarter of the current financial year and previous financial year are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of third quarter of the current and previous financial year which was subject to limited review by the statutory auditors.
- 8 During the quarter ended June 30,2020 the Parent Company allotted 775,200 equity shares pursuant to exercise of convertible share warrants by the warrant holders and 29,272 equity shares were allotted pursuant to exercise of Options under its Employee Stock Options Scheme.  
Pursuant to the approval of the shareholders obtained on September 21, 2020, the Parent Company through Circular Resolution of the Board dated November 03, 2020 has made allotment of 9,25,426 equity shares of Rs.10 each at a premium of Rs.101.30 per equity share, 40,43,126 unsecured compulsorily convertible debentures (CCDs), having issue price of Rs.111.30 and 17,96,944 Convertible Warrants having issue price of Rs.111.30 through preferential issue in accordance with Chapter V of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 and Section 42 of the Companies Act, 2013 as amended and the rules made. These debentures and share warrants are to be converted into equity shares within a period of 18 months from the date of allotment. As a result of this preferential issue transaction, the paid up equity share capital has increased by 9,25,426 equity shares.
- 9 The board of directors of the Parent Company have recommended a final dividend of INR 0.05 per equity shares of face value of INR 10 Each for the financial year ended March 31, 2021, which is subject to approval of the members of the Parent Company at the ensuing Annual General Meeting

- 10 The Parent Company had granted moratorium upto six months on the payment of installments falling due between March 01, 2020 and August 31, 2020 to all eligible borrowers based on the Board approved moratorium policy read with the Reserve Bank of India (RBI) guidelines dated March 27, 2020 and May 23, 2020 relating to 'COVID-19 - Regulatory Package' and RBI guidelines on EMI moratorium dated April 17, 2020. Further, period for which moratorium was granted had not been considered for computing days past due (DPD) as on March 31, 2021. Extension of such moratorium benefit to borrowers as per the COVID-19 Regulatory package of the RBI and DPD freeze for such period by itself is not considered to result in significant increase in credit risk as per Ind AS 109 for staging of accounts. The Group continued to recognize interest income during the moratorium period and in the absence of other credit risk indicators, the granting of a moratorium period does not result in accounts becoming past due and automatically triggering Stage 2 or Stage 3 classification criteria.

The COVID -19 pandemic has significantly affected various sectors of Indian economy. The prolonged lockdown imposed by the government due to Covid-19 pandemic has affected the Company's business operations. During the year, the Group has scaled up the growth in the low risky sector. Further, there has been good collection efficiencies post completion of the moratorium period and none of the customers approached for one time restructuring benefit allowed under the Resolution Framework by Reserve Bank of India dated August 6, 2020 for COVID related stress to the borrowers. Basis the abovementioned factors, the Group estimates that no additional Expected Credit Loss (ECL) provision on Loans is required on account of COVID – 19 during the quarter and year ended March 31, 2021. However, the actual impact may vary due to prevailing uncertainty caused by the pandemic. The Groups's management is continuously monitoring the situation and the economic factors affecting the operations of the Group.

- 11 Hon'ble Supreme Court, in a public interest litigation (Gajendra Sharma vs. Union of India & Anr). vide an interim order dated September 3, 2020, has directed that accounts which were not declared NPA till August 31, 2020 shall not be declared as NPA till further orders. However, such accounts had been classified as stage 3 in accordance with Note No.10 and provision had been made accordingly.  
The interim order stood vacated on March 23, 2021 vide the judgement of the Hon'ble Supreme Court in the matter of Small Scale Industrial manufacturers Association v/s UOI & Ors. and other connected matters. In accordance with the instructions in paragraph 5 of the RBI circular no. RBI/2021-22/17 DOR. STR. REC. 4/ 21.04.048/ 2021-22, dated April 07, 2021 issued in this connection. Since, the Parent Company was already classifying the NPA accounts as Stage 3 and provision was made accordingly, without considering the above mentioned asset classification benefit for accounting purpose, there is no change in asset classification on account of the interim order dated March 23, 2021.
- 12 In accordance with the instructions in aforementioned RBI circular dated April 7, 2021, and the Indian Banks Association (IBA) advisory letter dated April 19, 2021, the Parent Company has put in place the Board approved policy to refund / adjust the interest on interest charged during the moratorium period of March 01, 2020 to August 31, 2020 to eligible borrowers under the abovementioned circular and advisory. The Parent Company has no borrowers who are eligible for benefit as per the abovementioned RBI circular and IBA advisory.
- 13 Disclosures as required by RBI circular dated April 17, 2020 'COVID-19 Regulatory Package- Asset Classification and Provisioning' are given below:

Particulars	(Rs. In Lakhs)
	As of March 31, 2021
i. Amounts in SMA/overdue categories where moratorium/deferment was extended *	934.39
ii. Respective amount where asset classification benefit is extended	Nil**
iii. Provisions made during quarter in terms of paragraph 5 of the above circular ***	Nil
iv. Provisions adjusted against the respective accounting periods for slippages and residual provisions in terms of paragraph 6 of the	Not applicable

\* Outstanding as on March 31, 2021 on account of SMA categories cases where moratorium benefit is extended by the Parent Company up to August 31, 2020.

\*\* There are nil accounts as on March 31, 2021 where the asset classification benefit is extended for cases which were entitled to a moratorium until August 31, 2020, as the asset classification is based on the actual performance of the account post moratorium period is over.

\*\*\* The Parent Company had made adequate provision for impairment loss under ECL model for the year ended March 31, 2021. Further, the Parent Company has considered the additional provisions for the purpose of RBI circular mentioned in this note for provision computation under IRAC Norms as required under RBI Circular dated March 13, 2020.

- 14 During the year ended March 31, 2021, the Parent Company has not invoked resolution plans to relieve COVID-19 pandemic related stress to any of its borrowers. Therefore, disclosure as per the format prescribed as per the notification no. RBI/2020-21/16 DOR.NO.BP.BC/3.21.04.048/2020-21 dated August 6, 2020 for the year ended March 31, 2021 is not applicable to the Company.
- 15 The Code on Social Security, 2020 (the Code) has been enacted, which would impact contribution by the Group towards Provident Fund and Gratuity. The effective date from which changes are applicable is yet to be notified and the rules thereunder are yet to be announced. The actual impact on account of this change will be evaluated and accounted for when notification becomes effective.
- 16 The figures for the previous quarter/year have been regrouped / rearranged wherever necessary to conform to the current year presentation.

For and on behalf of the Board of  
Dhanvarsha Finvest Limited

Karan Desai  
Joint Managing Director  
DIN: 05285546

Rohan Juneja  
Joint Managing Director  
DIN: 08342094

Mumbai, June 10, 2021

Dhanvarsha Finvest Limited  
Registered office:- 2nd Floor, Building No. 4, D J House, Old Nagardas Road, Andheri (East), Mumbai - 400069, Maharashtra.  
Tel:- +91 22 6845 7200, Email ID:- contact@df ltd.in, Website:- www.df ltd.in  
CIN:- L24231MH1994PLC334457

STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2021

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter Ended			Year Ended	
		31.03.2021 (Audited)	31.12.2020 (Unaudited)	31.03.2020 (Audited)	31.03.2021 (Audited)	31.03.2020 (Audited)
	<b>Revenue from operations</b>					
i	Interest income	477.90	299.69	134.39	1,222.83	641.78
ii	Fees and commission income	249.88	230.45	434.32	1,163.86	1,260.10
iii	Net gain on fair value changes	0.30	2.63	2.76	8.43	8.16
<b>I</b>	<b>Total Revenue from operations</b>	<b>728.08</b>	<b>532.77</b>	<b>571.47</b>	<b>2,395.12</b>	<b>1,910.04</b>
<b>II</b>	<b>Other income</b>	<b>37.66</b>	<b>179.53</b>	<b>13.63</b>	<b>46.86</b>	<b>19.48</b>
<b>III</b>	<b>Total Income (I+II)</b>	<b>765.74</b>	<b>712.30</b>	<b>585.10</b>	<b>2,441.98</b>	<b>1,929.52</b>
	<b>Expenses</b>					
i	Finance costs	196.93	53.57	41.57	423.13	168.59
ii	Fees and commission expense	10.63	8.30	0.57	27.40	0.79
iii	Net loss on fair value changes	-	-	-	-	-
iv	Impairment on financial instruments (refer note 9,10 and 12)	(2.28)	(6.75)	129.20	43.67	33.67
v	Employee benefits expenses	280.80	241.21	208.78	987.48	701.84
vi	Depreciation, amortization and impairment	37.31	38.62	22.09	119.84	48.65
vii	Other expenses	270.15	287.86	130.92	666.95	417.92
<b>IV</b>	<b>Total Expenses</b>	<b>793.54</b>	<b>622.81</b>	<b>533.13</b>	<b>2,268.47</b>	<b>1,371.46</b>
<b>V</b>	<b>Profit before Exceptional Item and tax (III - IV)</b>	<b>(27.81)</b>	<b>89.49</b>	<b>51.97</b>	<b>173.51</b>	<b>558.06</b>
<b>VI</b>	<b>Exceptional items</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>VII</b>	<b>Profit before tax (V + VI)</b>	<b>(27.81)</b>	<b>89.49</b>	<b>51.97</b>	<b>173.51</b>	<b>558.06</b>
<b>VIII</b>	<b>Tax expense:</b>					
i	Current tax	(2.49)	29.20	44.03	71.59	172.52
ii	Deferred tax	(83.88)	127.89	(26.59)	32.15	(17.03)
iii	Tax adjustment for earlier years	1.32	-	-	1.32	(7.32)
<b>IX</b>	<b>Profit for the period/year after tax (VII - VIII)</b>	<b>57.24</b>	<b>(67.60)</b>	<b>34.53</b>	<b>68.45</b>	<b>409.89</b>
<b>X</b>	<b>Other Comprehensive Income</b>					
i	Items that will not be reclassified to profit or loss					
	Remeasurement gain/(loss) on defined benefit plan	1.95	-	(1.66)	1.95	(1.66)
ii	Income tax relating to items that will not be reclassified to profit or loss	(0.54)	-	0.46	(0.54)	0.46
	<b>Other comprehensive income</b>	<b>1.41</b>	<b>-</b>	<b>(1.20)</b>	<b>1.41</b>	<b>(1.20)</b>
<b>XI</b>	<b>Total Comprehensive Income for the period/year (IX + X)</b>	<b>58.65</b>	<b>(67.60)</b>	<b>33.33</b>	<b>69.86</b>	<b>408.69</b>
<b>XII</b>	<b>Paid up equity share capital (face value of Rs. 10/- per share)</b>	<b>1,529.24</b>	<b>1,529.24</b>	<b>1,350.78</b>	<b>1,529.24</b>	<b>1,350.78</b>
<b>XIII</b>	<b>Other Equity</b>				<b>8,407.01</b>	<b>1,768.34</b>
<b>XIV</b>	<b>Earnings per equity share (Not annualised for the interim periods)</b>					
	Basic (Rs.)	0.39	(0.45)	0.26	0.47	3.04
	Diluted (Rs.)	0.31	(0.45)	0.24	0.37	2.86



Notes:

## 1. STATEMENT OF ASSETS AND LIABILITIES

(Rs. in Lakhs)

Sr. No.	Particulars	As At 31.03.2021 (Audited)	As At 31.03.2020 (Audited)
<b>I</b>	<b>ASSETS</b>		
	<b>1 Financials Assets</b>		
	(a) Cash and cash equivalents	3,142.77	169.52
	(b) Bank balances other than (a) above	1,530.37	177.94
	(c) Receivable		
	Trade Receivable	210.28	117.64
	Other Receivable	46.96	-
	(d) Loans	9,970.19	3,285.52
	(e) Investments	1,818.67	133.41
	(f) Other financials assets	97.56	339.89
	<b>Total Financial Assets</b>	<b>16,816.80</b>	<b>4,223.92</b>
	<b>2 Non-Financials Assets</b>		
	(a) Current tax assets (net)	174.49	41.67
	(b) Deferred tax assets (net)	115.95	188.24
	(c) Property, plant and equipment	353.99	188.53
	(d) Right of used assets	518.82	-
	(e) Intangible assets under development	124.93	11.51
	(f) Capital Work in Progress	-	25.84
	(g) Other intangible assets	176.53	142.86
	(i) Other non-financials assets	176.04	27.24
	<b>Total Non-Financials Assets</b>	<b>1,640.76</b>	<b>625.90</b>
	<b>TOTAL ASSETS</b>	<b>18,457.56</b>	<b>4,849.82</b>
<b>II</b>	<b>LIABILITIES AND EQUITY</b>		
	<b>LIABILITIES</b>		
	<b>1 Financial Liabilities</b>		
	(a) Payables		
	(1) Trade payables		
	i) total outstanding dues of micro enterprises and small enterprises	14.78	8.12
	ii) total outstanding dues of creditors other than micro enterprises and small enterprises	147.90	26.65
	(2) Other payables		
	total outstanding dues of micro enterprises and small enterprises	21.56	-
	total outstanding dues of creditors other than micro enterprises and small enterprises	43.62	13.30
	(b) Debt Securities	601.98	-
	(c) Borrowings (Other than Debt Securities)	7,450.85	1,560.75
	(c) Other financial liabilities	44.69	22.96
	<b>Total Financial Liabilities</b>	<b>8,325.38</b>	<b>1,631.78</b>
	<b>2 Non-Financial Liabilities</b>		
	(a) Current tax liabilities(Net)	36.85	33.29
	(b) Provisions	48.93	24.84
	(c) Other non-financial liabilities	110.13	40.79
	<b>Total Non-Financial Liabilities</b>	<b>195.91</b>	<b>98.92</b>
	<b>3 EQUITY</b>		
	(a) Equity Share capital	1,529.24	1,350.78
	(b) Other Equity	8,407.01	1,768.34
	<b>Total Equity</b>	<b>9,936.25</b>	<b>3,119.12</b>
	<b>TOTAL LIABILITIES AND EQUITY</b>	<b>18,457.55</b>	<b>4,849.82</b>

2. Cash Flow Statement for the year ended March 31, 2021			(Rs. in Lakhs)	
Sr. No.	Particulars	Year Ended 31.03.2021 (Audited)	Year Ended 31.03.2020 (Audited)	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>				
	Net Profit Before Taxes	173.50	558.06	
	Adjustment for:			
	Interest Income from Fixed Deposits	(32.06)	(10.50)	
	Profit on sale of property, plant and equipment	(1.12)	-	
	Profit on sale of Investment property	-	(4.67)	
	Depreciation / Amortisation	119.84	48.65	
	Impairment on Financial Instruments	43.67	33.67	
	Realised gain on Investments	(13.91)	(7.11)	
	Unrealised gain on Investments	2.74	(1.05)	
	Fee Income Recognition as per EIR	(51.28)	7.08	
	Employee share based payment expenses	153.29	82.30	
	Unrealised foreign exchange gain/loss	0.02	(0.04)	
	<b>Operating profit before working capital changes</b>	<b>394.69</b>	<b>706.39</b>	
	<b>Movement in working capital</b>			
	(Increase)/decrease in Loans	(6,677.06)	1,190.20	
	(Increase)/Decrease in Other Financial Assets	348.55	(343.10)	
	(Increase)/Decrease in Other Assets	(148.81)	-	
	(Increase)/Decrease in Trade Receivable	(139.60)	(117.10)	
	Increase/(Decrease) in Other Payables	193.09	11.46	
	Increase/(Decrease) in Other Financial Liabilities	(1,406.99)	(58.75)	
	Increase/(Decrease) in Other liabilities	1,399.12	-	
	Increase/(Decrease) in Provisions	24.09	11.87	
	<b>Cash used in Operations</b>	<b>(6,012.90)</b>	<b>1,400.97</b>	
	Direct Taxes Paid (net of refund)	(60.53)	(83.72)	
	<b>Net cashflows from/(used in) Operating Activities (A)</b>	<b>(6,073.44)</b>	<b>1,317.25</b>	
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>				
	Purchase of Property, plant and equipment and Intangible Assets	(1,052.08)	(160.17)	
	Proceeds from sale of Property, plant and equipment and Intangible Assets	127.83	-	
	Purchase of investment at fair value through profit and loss account	(5,074.81)	(1,995.01)	
	Proceeds from sale of investment property	-	60.00	
	Proceeds from sale of investment at fair value through profit and loss account	4,119.58	1,874.74	
	Investment in subsidiary	(695.00)	(5.00)	
	Investment in Fixed Deposits having original maturity more than three years	(2,882.50)	(160.39)	
	Proceeds from sale of Fixed Deposits	1,400.00	-	
	Interest Income from Fixed Deposits	32.06	10.50	
	<b>Net cash generated from/(used in) investing activities (B)</b>	<b>(4,024.93)</b>	<b>(375.33)</b>	
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>				
	Proceeds from issue of share capital and share warrants	178.47	2.34	
	Debt securities issued	5,000.00	-	
	Borrowings other than debt securities issued	8,819.29	-	
	Proceeds from / (repayment of) borrowings	(911.80)	(1,093.66)	
	Payment of Lease Liability	-	(2.43)	
	Dividends paid including dividend distribution tax	(14.34)	(40.69)	
	<b>Net cash generated from/(used in) financing activities (C)</b>	<b>13,071.62</b>	<b>(1,134.44)</b>	
	Net (Decrease)/ Increase In Cash And Cash Equivalents (A + B + C )	2,973.25	(192.52)	
	Cash and cash equivalents at the beginning of the financial year	169.52	362.04	
	<b>Cash and cash equivalents at end of the year</b>	<b>3,142.77</b>	<b>169.52</b>	
<b>Components of Cash and Cash Equivalent</b>				
	<b>Cash and Cash Equivalent at end of the year</b>	<b>Year Ended 31.03.2021 (Audited)</b>	<b>Year Ended 31.03.2020 (Audited)</b>	
	Balances with banks in Current accounts	3,066.14	168.16	
	Cash on hand (including foreign currencies)	76.64	1.36	
	Bank deposits with maturity of less than 3 months	-	-	
	<b>Total</b>	<b>3,142.77</b>	<b>169.52</b>	

**Notes:**

- 3 Fee and commission income majorly includes commission from syndication loan.
- 4 The above results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at their respective meetings held on June 10,
- 5 The standalone financial results for the year ended March 31, 2021 have been audited by the Statutory Auditors.
- 6 \* The figures for the fourth quarter of the current financial year and previous financial year are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of third quarter of the current and previous financial year which was subject to limited review by the statutory auditors.
- 7 During the quarter ended June 30,2020 the Company allotted 775,200 equity shares pursuant to exercise of convertible share warrants by the warrant holders and 29,272 equity shares were allotted pursuant to exercise of Options under its Employee Stock Options Scheme.

Pursuant to the approval of the shareholders obtained on September 21, 2020, the Company through Circular Resolution of the Board dated November 03, 2020 has made allotment of 9,25,426 equity shares of Rs.10 each at a premium of Rs.101.30 per equity share, 40,43,126 unsecured compulsorily convertible debentures (CCDs), having issue price of Rs.111.30 and 17,96,944 Convertible Warrants having issue price of Rs.111.30 through preferential issue in accordance with Chapter V of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 and Section 42 of the Companies Act, 2013 as amended and the rules made. These debentures and share warrants are to be converted into equity shares within a period of 18 months from the date of allotment. As a result of this preferential issue transaction, the paid up equity share capital has increased by 9,25,426 equity share.

- 8 The Company has primarily two reportable business segments namely Fund based Activities and Advisory services for the quarter and year ended March 31, 2021. The Company publishes standalone financial results along with the consolidated financial results and in accordance with Ind AS 108 - Operating Segments, the Company has disclosed the segment information in the consolidated financial results of the Company.
- 9 The Company had granted moratorium upto six months on the payment of installments falling due between March 01, 2020 and August 31, 2020 to all eligible borrowers based on the Board approved moratorium policy read with the Reserve Bank of India (RBI) guidelines dated March 27, 2020 and May 23, 2020 relating to 'COVID-19 - Regulatory Package' and RBI guidelines on EMI moratorium dated April 17, 2020. Further, period for which moratorium was granted had not been considered for computing days past due (DPD) as on March 31, 2021. Extension of such moratorium benefit to borrowers as per the COVID-19 Regulatory package of the RBI and DPD freeze for such period by itself is not considered to result in significant increase in credit risk as per Ind AS 109 for staging of accounts. The Company continued to recognize interest income during the moratorium period and in the absence of other credit risk indicators, the granting of a moratorium period does not result in accounts becoming past due and automatically triggering Stage 2 or Stage 3 classification criteria.

The COVID -19 pandemic has significantly affected various sectors of Indian economy. The prolonged lockdown imposed by the government due to Covid-19 pandemic has affected the Company's business operations. During the year, the Company has scaled up the growth in the low risky sector. Further, there has been good collection efficiencies post completion of the moratorium period and none of the customers approached for one time restructuring benefit allowed under the Resolution Framework by Reserve Bank of India dated August 6, 2020 for COVID related stress to the borrowers. Basis the abovementioned factors, the Company estimates that no additional Expected Credit Loss (ECL) provision on Loans is required on account of COVID - 19 during the quarter and year ended March 31, 2021. However, the actual impact may vary due to prevailing uncertainty caused by the pandemic. The Company's management is continuously monitoring the situation and the economic factors affecting the operations of the Company.

- 10 Hon'ble Supreme Court, in a public interest litigation (Gajendra Sharma vs. Union of India & Anr). vide an interim order dated September 3, 2020, has directed that accounts which were not declared NPA till August 31, 2020 shall not be declared as NPA till further orders. However, such accounts had been classified as stage 3 in accordance with Note No.9 and provision had been made accordingly.  
The interim order stood vacated on March 23, 2021 vide the judgement of the Hon'ble Supreme Court in the matter of Small Scale Industrial manufacturers Association v/s UOI & Ors. and other connected matters. In accordance with the instructions in paragraph 5 of the RBI circular no. RBI/2021-22/17 DOR. STR. REC. 4/ 21.04.048/ 2021-22, dated April 07, 2021 issued in this connection. Since, the Company was already classifying the NPA accounts as Stage 3 and provision was made accordingly, without considering the above mentioned asset classification benefit for accounting purpose, there is no change in asset classification on account of the interim order dated March 23, 2021.
- 11 In accordance with the instructions in aforementioned RBI circular dated April 7, 2021, and the Indian Banks Association (IBA) advisory letter dated April 19, 2021, the Company has put in place the Board approved policy to refund / adjust the interest on interest charged during the moratorium period of March 01, 2020 to August 31, 2020 to eligible borrowers under the abovementioned circular and advisory. The Company has no borrowers who are eligible for benefit as per the abovementioned RBI circular and IBA advisory.

- 12 Disclosures as required by RBI circular dated April 17, 2020 'COVID-19 Regulatory Package- Asset Classification and Provisioning' are given below:

Particulars	(Rs. In Lakhs)
	As of March 31, 2021
i. Amounts in SMA/overdue categories where moratorium/deferment was extended *	934.39
ii. Respective amount where asset classification benefit is extended	Nil**
iii. Provisions made during quarter in terms of paragraph 5 of the above circular ***	Nil
iv. Provisions adjusted against the respective accounting periods for slippages and residual provisions in terms of paragraph 6 of the above circular	Not applicable

\* Outstanding as on March 31, 2021 on account of SMA categories cases where moratorium benefit is extended by the Company up to August 31,

\*\* There are nil accounts as on March 31, 2021 where the asset classification benefit is extended for cases which were entitled to a moratorium until August 31, 2020, as the asset classification is based on the actual performance of the account post moratorium period is over.

\*\*\* The Company had made adequate provision for impairment loss under ECL model for the year ended March 31, 2021. Further, the Company has considered the additional provisions for the purpose of RBI circular mentioned in this note for provision computation under IRAC Norms as required under RBI Circular dated March 13, 2020.

- 13 During the year ended March 31, 2021, the Company has not invoked resolution plans to relieve COVID-19 pandemic related stress to any of its borrowers. Therefore, disclosure as per the format prescribed as per the notification no. RBI/2020-21/16 DOR.NO.BP.BC/3.21.04.048/2020-21 dated August 6, 2020 for the year ended March 31, 2021 is not applicable to the Company.
- 14 The Code on Social Security, 2020 (the Code) has been enacted, which would impact contribution by the Company towards Provident Fund and Gratuity. The effective date from which changes are applicable is yet to be notified and the rules thereunder are yet to be announced. The actual impact on account of this change will be evaluated and accounted for when notification becomes effective.
- 15 The board of directors of the Company have recommended a final dividend of INR 0.05 per equity shares of face value of INR 10 Each for the financial year ended March 31, 2021, which is subject to approval of the members of the Company at the ensuing Annual General Meeting
- 16 The figures for the previous quarter/year have been regrouped / rearranged wherever necessary to conform to the current year presentation.

For and on behalf of the Board of  
Dhanvarsha Finvest Limited

Karan Desai  
Joint Managing Director  
DIN: 05285546

Rohan Juneja  
Joint Managing Director  
DIN: 08342094

Mumbai, June 10, 2021

**Declaration pursuant to Regulation 33(3)(d) of the SEBI (LODR) Regulations, 2015**

I, Sanjay Kukreja, Chief Financial Officer of Dhanvarsha Finvest Limited, hereby declare that the Statutory Auditors of the Company, Haribhakti & Co LLP, Chartered Accountants (Registration No: 103523W / W100048) have issued unmodified opinion on Standalone and Consolidated Audited Financial Results of the Company for the financial year ended March 31, 2021.



**Sanjay Kukreja**  
**Chief Financial Officer**  
**Dhanvarsha Finvest Limited**



**Date: June 10, 2021**

**Place: Mumbai**

