

Regd. Office: 1C/13, Basement, Rajnigandha Building, New Rohtak Road, New Delhi - 110005
Tel No: [011-28762142](tel:011-28762142); E-mail id: capfinindia ltd@yahoo.co.in; Website: www.capfinindia.com

Date: 30th May, 2023

To,
The Manager,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai-400001.

Company Symbol: CAPFIN
Scrip Code: 539198

Subject: Outcome of the Board Meeting pursuant to Regulation 30 of SEBI (Listing Obligations & Disclosures Requirements) Regulations, 2015

Dear Sir/Madam,

Pursuant to Regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform you that the Board of Directors of the Company at their meeting held on 30th May, 2023 at the registered office of the Company at 1C/13, Basement, New Rohtak Road Delhi North West Delhi- 110005 India to consider and approved the following matter(s):

1. Approval of the Standalone Audited Financial Results of the Company for the quarter and financial year ended on 31st March, 2023.
2. Appointment of Deepanshi Jain & Associates, Company Secretaries as Secretarial Auditor of the Company, pursuant to the provisions of section 204 of Companies Act, 2013 and other applicable provisions, if any of the Companies Act 2013 for the financial year 2022-23 - "**Annexure A**".

Further, We enclose herewith a copy of the said annual audited standalone financial results along with the Auditor's Report by the Statutory Auditors of the Company.

The meeting of the Board of Directors commenced at 01:30 P.M. and concluded at 06:00 P.M.

This is for your information and record.

Thanking You,

Yours faithfully,

For Capfin India Limited

RACHITA

MANTRY KABRA

Digitally signed by RACHITA MANTRY KABRA
CIN: L74999DL1992PLCo48032
23.4.2023 10:30:22 (UTC) 27946.95.49918841310ff4230e93a1015b
0146564274676

Rachita Mantry

Whole Time Director & CFO

DIN: 03414391

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“Annexure- A”

1.	Reason for change	Appointment
2.	Date of appointment/cessation	May 30, 2023
3.	Brief profile	Proprietorship Firm of Practicing Company Secretary, (M.No.10651) having an experience of More than 08 Years in the field of Secretarial Compliances.
4.	Disclosure of relationships between directors	Not Applicable



RAG AND ASSOCIATES

Chartered Accountants

raghvendera@rediffmail.com

A-622, Sector 46, Noida
Gautam Buddha Nagar,
Uttar Pradesh-201301

+91-9312238428

INDEPENDENT AUDITORS' REPORT

To
The Members
Capfin India Limited (CIN-L74999DL1992PLC048032)

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying annual financial statements of **Capfin India Limited** ("the Company") CIN- L74999DL1992PLC048032 which comprise the balance sheet as at March 31, 2023, and the statement of profit and loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the year ended, and notes to the standalone financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and its profit (including other comprehensive income), the changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ("Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these 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 on the standalone financial statements

Branches: Office No.: 505 5th floor, Plot No. 2, Kaushambi, Ghaziabad- 201010
209 Jagdamba Tower, Building No.13 Preet Vihar Commercial Complex, Delhi-110092
21 Moti Nagar West, Vaishali Nagar, Jaipur- 302021
82, Adarsh Nagar, Hira Lal Marg, Rishikesh- 249201

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Attention is invited to the notes on investment wherein the company has given disclosure that an amount of Rs. 29,42,035/- is invested in M/s On Dot Couriers and Cargo Limited. The company is under liquidation and the value of investment is shown at 32.69% of initial investment of Rs. 90,00,000/- shares could not be ascertained in absence of latest audited financial statements.

Information Other than the Financial Statements and Auditor's Report Thereon

The company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the standalone financial statements, or our knowledge obtained during the course of audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the standalone financial statement

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements to give a true and fair view of the financial position, financial performance (including other comprehensive income), cash flows and changes in equity of the Company in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under Section 133 of the Act. 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management is 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditors' Responsibility for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements 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 financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, 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 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 management.
- Conclude on the appropriateness of management's 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 financial statements 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of the misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in

(i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the annual financial statements.

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.

We also provide those charged with governance 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act ("the Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls with reference to the standalone financial statements and the operating effectiveness of such controls of the Company, refer to our separate report in "Annexure-B".
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of the information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is not in accordance with the provisions of section 197 of the Act.

- h) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
- (i) The Company has no pending litigations as at March 31, 2023 on its financial position in its standalone financial statements.
 - (ii) The Company did not have any long-term contracts, including derivative contracts as at March 31, 2023 for which there were material foreseeable losses.
 - (iii) There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended March 31, 2023.
- i) Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software.

As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the company only w.e.f. April 1, 2023, reporting under this clause is not applicable.

For RAG & Associates
Chartered Accountants
ICAI Firm Registration number: 008653C

Sd/-

CA Raghvendera
Partner
Membership No: 089757
UDIN: 23089757BGWPLS8163
Place: Noida
Date: 30th May, 2023

Annexure-1 to Independent Auditor's Report on the financial statements of Capfin India Limited for the year ended March 31, 2023

(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report of even date)

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation, of Property Plant and Equipments and intangible assets.
- (b) As explained to us, these Property Plant and Equipments assets have been physically verified by the management at reasonable intervals; no any material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than immovable properties where the Company is the lessee) disclosed in the standalone financial statements are held in the name of the Company.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, plant and equipment (including Right-of-use assets) or Intangible assets or both during the year.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made there under.
- (ii) (a) In our opinion and according to the information and explanations given to us, the procedure of physical verification of inventories followed by the management is reasonable and adequate in relation to size of the company and nature of its business.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has taken working capital limits from the bank –State Bank of India and quarterly returns or statement filed by the company with state bank of India are in agreements with books of accounts.

- (iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made investments, provided guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year.
- (a) The Company has not granted any loans, secured or unsecured, to firms, limited liability partnerships or any other parties during the year.
- A. Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company has not granted any loans to subsidiaries.
- B. Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company has not granted loans to a party other than subsidiaries.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made investments, provided guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. Hence this clause is not applicable.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made investments, provided guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. Hence this clause is not applicable.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made investments, provided guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. Hence this clause is not applicable.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no loan given falling due during the year, which has been renewed or extended or fresh loans given to settle the overdues of existing loans given to the same party.

- (f) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made investments, provided guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. Hence this clause is not applicable.
- (iv) According to the information and explanations given to us and on the basis of our examination of the records, the Company has not given any loans, or provided any guarantee or security as specified under Section 185 of the Companies Act, 2013 and the Company has not provided any guarantee or security as specified under Section 186 of the Companies Act, 2013. Further, the Company has complied with the provisions of Section 186 of the Companies Act, 2013 in relation to loans given and investments made.
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order is not applicable.
- (vi) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Companies Act, 2013 for the products manufactured by it (and/ or services provided by it). Accordingly, clause 3(vi) of the Order is not applicable.
- (vii) (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues in respect of Goods and Service Tax, income tax, duty of customs, value added tax, cess and other material statutory dues, as applicable, with the appropriate authorities.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at March 31, 2022 for a period of more than six months from the date they became payable
- (viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961 as income during the year.
- (ix) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in repayment of loans or borrowings from any lender during the year.

- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority.
- (c) According to the information and explanations given to us by the management, the Company has not applied the proceeds of the loan other than the purpose for which the loans were applied for.
- (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no short term funds have been applied for long term purposes.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(e) of the Order is not applicable.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(f) of the Order is not applicable.
- (x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.
- (xi) (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) No whistle blower complaints received by the Company during the year.

- (xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable, and the details of the related party transactions have been disclosed in the standalone financial statements as required by the applicable Indian Accounting Standards.
- (xiv) (a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company does not have an internal audit system commensurate with the size and nature of its business.
- (b) We have not considered the internal audit reports of the Company hence not report was placed before us.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.
- (xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India 1934. Hence this clause is not applicable.
- (xvii) The Company did not incurred cash losses in the current and in the immediately preceding financial year. Hence this clause is not applicable.
- (xviii) There has not been retirement of the statutory auditors during the year. Hence this clause is not applicable;
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) In our opinion and according to the information and explanations given to us, the company is not required to spend the money under Section 135 of the Companies Act, 2013 pursuant to any project. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.

For RAG & Associates
Chartered Accountants
ICAI Firm Registration number: 008653C

Sd/-

CA Raghvendera
Partner
Membership No: 089757
UDIN: 23089757BGWPLS8163

Place: Noida
Date: 30th May, 2023

Annexure B to the Independent Auditor’s Report on the standalone financial statements of Capfin India Limited for the year ended March 31, 2023

Report on the internal financial controls with reference to the aforesaid standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (Referred to in paragraph 2(a)(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report of even date)

Opinion

We have audited the internal financial controls with reference to standalone financial statements of Capfin India Limited (“the Company”) as of 31 March 2023 in conjunction with our audit of the standalone financial statements of the Company as at and for the year ended on that date. In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to standalone financial statements and such internal financial controls were operating effectively as at 31 March 2023, based on the internal financial controls with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the “Guidance Note”).

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (‘ICAI’). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial controls with reference to standalone financial statements.

Meaning of Internal financial control over financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For RAG & Associates
Chartered Accountants
ICAI Firm Registration number: 008653C

Sd/-

CA Raghvendera
Partner
Membership No: 089757
UDIN: 23089757BGWPLS8163

Place: Noida
Date: 30th May, 2023

Capfin India Limited
Balance Sheet as at March 31, 2023
(All amount in rupees unless otherwise stated)

Amount in '00

	Notes	As at March 31, 2023	As at March 31, 2022
ASSETS			
Non-Current Assets			
Property, plant and equipment	2	19	19
Investment Property	3	-	23,990
Financial assets			
Investments	4	1,71,806	91,711
Loans	5	1,21,185	1,50,700
Other financial assets	6	-	17,873
Deferred Tax Assets (Net)	7	(2,426)	1,008
Other non- financial assets	8	801	1,703
		2,91,384	2,87,003
Current Assets			
Financial assets			
Cash and cash equivalents	9	14,891	1,189
Current Tax Assets (Net)	10	773	1,498
		15,663	2,687
Total assets		3,07,048	2,89,690
EQUITY AND LIABILITIES			
Equity			
Equity share capital	11	2,86,470	2,86,470
Other equity	12	20,110	1,952
		3,06,580	2,88,422
LIABILITIES			
Financial liabilities			
Other payables	13	468	1,268
Borrowings	14	-	-
		468	1,268
Total Equity and Liabilities		3,07,048	2,89,690

Summary of significant accounting policies

1

See accompanying notes to the financial statements

Audit Report as on even date attached
For RAG & Associates
Chartered Accountants
(FRN: 008653C)

For and on behalf of the Board of Directors

Sd/-
CA Raghvendera
Partner
Membership No.: 089757
Place: New Delhi
Date: 30.05.2023
UDIN : 23089757BGWPLS8163

Sd/-
Rachita Mantry Kabra
Director
DIN: 03414391

Sd/-
Sarita Mantry
Director
DIN : 01111382

Sd/-
Priyanka Chaudhary
Company Secretary

Capfin India Limited
Statement of Profit and Loss for the year ended March 31, 2023
(All amount in rupees unless otherwise stated)

Amount in '00

	Notes	Year Ended March 31, 2023	Year Ended March 31, 2022
I. Revenue from Operations (Gross)			
Dividend income	15	82	211
Net gain/ (loss) on fair value changes	16	5,785	(940)
Interest income	17	9,576	12,720
Rental income		330	974
Total revenue from operations			
Other income	18	17,950	4,906
II. Total Income		33,724	17,871
III. Total Expenses			
Fees and commission expense	19	4,131	5,146
Employee benefit expense	20	4,800	5,450
Depreciation, amortisation and impairment		425	445
Others expenses	21	2,696	2,232
IV. Profit before Tax (II - III)		21,671	4,598
V. Tax Expenses			
- Current tax		79	558
- Deferred tax		302	344
- Mat Credit Loss		3,132	-
VI. Profit for the Period (IV-V)		18,158	3,697
Other Comprehensive income			
VII. Items that will not be reclassified to profit or loss in subsequent periods			
Changes in fair value of FVOCI equity instruments	14	-	(16,143)
Income Tax impact			
VIII. Net other comprehensive loss not to be reclassified to profit or loss in subsequent periods		-	(16,143)
Total comprehensive income (VI+ VIII)		18,158	(12,447)

Earning Per Equity Share (Face Value ₹.10/-each)

- Basic	0.63	0.13
- Diluted	0.63	0.13

Summary of significant accounting policies

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See accompanying notes to the financial statements

Audit Report as on even date attached
For RAG & Associates
Chartered Accountants
(FRN: 008653C)

Sd/-
CA Raghvendra
Partner
Membership No.: 089757
Place: New Delhi
Date: 30.05.2023
UDIN : 23089757BGWPLS8163

For and on behalf of the Board of Directors

Sd/-
Rachita Mantry Kabra
Director
DIN: 03414391

Sd/-
Sarita Mantry
Director
DIN : 01111382

Sd/-
Priyanka Chaudhary
Company Secretary

Capfin India Limited
Statement of Cash Flows for the year ended March 31, 2023
(All amount in rupees unless otherwise stated)

	Notes	For the year ended March 31, 2023	Amount in '00 For the year ended March 31, 2022
I. Cash Flow from Operating Activities			
Profit / (loss) before tax		21,592	4,598
Adjustment to reconcile profit before tax to net cash flows		-	-
Depreciation and amortisation		425	445
Adjustment for Depreciation relating to Previous Years		-	-
Interest income		-	-
Income from unwinding of security deposits		-	679
Finance costs (including fair value change in financial instruments)		-	(4,902)
Profit on sale of investment		(17,827)	-
Operating Profit before Working Capital changes		4,190	819
Movements in working capital :			
Increase/(Decrease) in trade payables		-	-
Increase/(Decrease) in provisions		-	-
Increase/(Decrease) in Provisions		-	-
Increase/(Decrease) in Other payables		(800)	503
Decrease / (Increase) in Non Financial Liabilities		-	-
Decrease / (Increase) in Non Financial assets		902	(598)
(Increase)/Decrease in trade receivables		-	-
(Increase)/Decrease in Inventories		-	-
Decrease / (Increase) in Loans		29,515	31,080
Decrease / (Increase) in Other Financial assets		17,873	(17,873)
Cash Generated From Operations		51,680	13,931
Less : Direct Tax paid (net of refunds)		726	(442)
Net Cash Flow from Operating Activities		52,406	13,490
II. Cash Flow from Investing Activities:			
Proceeds from sale of investments		29,361	400
Purchase of investments		(1,09,368)	(2,34,507)
Purchase of fixed assets		(697)	-
Sale of investments		42,000	2,21,346
Net cash flow (used in) investing activities		(38,704)	(12,761)
III. Net Cash Flow From Financing Activities:			
Borrowing taken/paid during the year		-	(1,500)
III. Net cash flow (used in) financing activities		-	(1,500)
IV. Net (decrease) / In cash and cash equivalents (I+II+III)		13,702	(771)
Cash and cash equivalents (Opening)		1,189	1,960
Cash and cash equivalents (Closing)		14,891	1,189

Audit Report as on even date attached
For RAG & Associates
Chartered Accountants
(FRN: 008653C)

For and on behalf of the Board of Directors

Sd/-
CA Raghvendera
Partner
Membership No.: 089757
Place: New Delhi
Date: 30.05.2023
UDIN : 23089757BGWPLS8163

Sd/-
Rachita Mantry Kabra
Director
DIN: 03414391

Sd/-
Sarita Mantry
Director
DIN : 01111382

Sd/-
Priyanka Chaudhary
Company Secretary

