

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 signed 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



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Dhanvarsha Finvest Limited

Report on the Audit of the Standalone Financial Results

Opinion

We have audited the accompanying standalone annual financial results of **Dhanvarsha Finvest Limited** ("the Company") for the year ended March 31, 2021 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Statement:

- (i) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards, and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the Company for the year ended March 31, 2021.

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 Results 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 Statement under the provisions of the Act and the Rules 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.

Emphasis of Matter

We draw attention to Note 9 to the accompanying Statement, which describes the staging of accounts to whom moratorium benefit was extended in accordance with the Reserve Bank of India COVID-19 Regulatory package, and the uncertainty caused by COVID-19 pandemic with respect to the Company's estimates of Impairment of loans to customers. Further, the extent to which the COVID-19 pandemic will impact the Company's operations and financial results is dependent on future developments, which are highly uncertain at this point of time.

Our opinion is not modified in respect of this matter.

Board of Directors' Responsibility for the Standalone Financial Results

This Statement has been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of this Statement that give a true and fair view of the net profit and other comprehensive income and other financial information of the Company in accordance with the recognition and measurement principles laid down in the Indian

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Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 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 Statement that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Statement, 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.

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

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement 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 Statement.

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 Statement, 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 Act, we are also responsible for expressing our opinion on whether the 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 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 Statement or, if such disclosures are inadequate, to modify our

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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 Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.

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.

Other Matter

The Statement includes the results for the quarter ended March 31, 2021, being the balancing figure between audited figures in respect of full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For **Haribhakti & Co. LLP**

Chartered Accountants

ICAI Firm Registration No.103523W / W100048



Snehal Shah

Partner

Membership Number: 048539

UDIN: 21048539AAAACF9299

Place: Mumbai

Date: June 10, 2021

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Dhanvarsha Finvest Limited

Report on the Audit of the Consolidated Financial Results

Opinion

We have audited the accompanying consolidated annual financial results of **Dhanvarsha Finvest Limited** (hereinafter referred to as the "Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") for the year ended March 31, 2021 ("the Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Statement:

(i) includes the annual financial results of the following entities:

| Sr. No. | Name of the Entity | Relationship |
|---------|----------------------------------|-----------------|
| 1 | Dhanvarsha Finvest Limited | Holding Company |
| 2 | DFL Technologies Private Limited | Subsidiary |

(ii) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

(iii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards, 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, 2021.

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 Consolidated Financial Results section of our report. We are independent of the Group 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 Statement under the provisions of the Act and the Rules 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.

HARIBHAKTI & CO. LLP

Chartered Accountants

Emphasis of Matter

We draw attention to Note 10 to the accompanying Statement, which describes the staging of accounts to whom moratorium benefit was extended in accordance with the Reserve Bank of India COVID-19 Regulatory package, and the uncertainty caused by COVID-19 pandemic with respect to the Holding Company's estimates of Impairment of loans to customers. Further, the extent to which the COVID-19 pandemic will impact the Group's results and financial results is dependent on future developments, which are highly uncertain.

Our opinion is not modified in respect of this matter.

Board of Directors' Responsibility for the Consolidated Financial Results

This Statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of this Statement that give a true and fair view of the consolidated net profit and other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies 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 respective 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 Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the companies 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 of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

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

Our objectives are to obtain reasonable assurance about whether the Statement 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 Statement.

HARIBHAKTI & CO. LLP

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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 Statement, 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 Act, 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 Statement 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 a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement 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 Statement. We are responsible for the direction, supervision and performance of the audit of financial information of such entity included in the Statement of which we are the independent auditors. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entity included in the Statement 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.

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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, to the extent applicable.

HARIBHAKTI & CO. LLP

Chartered Accountants

Other Matters

The Statement includes the results for the quarter ended March 31, 2021, being the balancing figure between audited figures in respect of full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W/W100048



Snehal Shah

Partner

Membership Number: 048539

UDIN: 21048539AAAACG8948

Place: Mumbai

Date: 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@dfitd.in, Website:- www.dfitd.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) |
| | Revenue from operations | | | | | |
| 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 |
| I | Total Revenue from operations | 1,046.64 | 705.45 | 571.99 | 2,961.36 | 1,910.57 |
| II | Other income | 36.55 | 179.52 | 13.28 | 45.05 | 18.81 |
| III | Total Income (I+II) | 1,083.19 | 884.97 | 585.27 | 3,006.41 | 1,929.38 |
| | Expenses | | | | | |
| 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 |
| IV | Total Expenses | 1,013.58 | 783.69 | 535.02 | 2,728.19 | 1,375.08 |
| V | Profit before Exceptional Item and tax (III - IV) | 69.61 | 101.28 | 50.25 | 278.22 | 554.30 |
| VI | Exceptional items | - | - | - | - | - |
| VII | Profit before tax (V + VI) | 69.61 | 101.28 | 50.25 | 278.22 | 554.30 |
| VIII | Tax expense: | | | | | |
| 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) |
| IX | Profit for the period/year after tax (VII - VIII) | 116.70 | (59.06) | 32.79 | 130.10 | 406.10 |
| X | Other Comprehensive Income | | | | | |
| 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 |
| | Other comprehensive income | 1.41 | - | (1.20) | 1.41 | (1.20) |
| XI | Total Comprehensive Income for the period/year (IX + X) | 118.11 | (59.06) | 31.59 | 131.51 | 404.90 |
| XII | Paid up equity share capital (face value of Rs. 10/- per share) | 1,529.24 | 1,529.24 | 1,350.78 | 1,529.24 | 1,350.78 |
| XIII | Other Equity | | | | 8,462.13 | 1,764.53 |
| XIV | Earnings per equity share (Not annualised for the interim periods) | | | | | |
| | Basic (Rs.) | 0.22 | (0.17) | 0.24 | 0.88 | 3.01 |
| | Diluted (Rs.) | 0.18 | (0.17) | 0.23 | 0.69 | 2.83 |

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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) |
|-----------|--|----------------------------------|----------------------------------|
| I | ASSETS | | |
| | 1 Financials Assets | | |
| | (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 |
| | Total Financial Assets | 16,628.54 | 4,220.77 |
| | 2 Non-Financials Assets | | |
| | (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 use 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 |
| | Total Non-Financials Assets | 2,020.26 | 627.01 |
| | TOTAL ASSETS | 18,648.80 | 4,847.78 |
| II | LIABILITIES AND EQUITY | | |
| | LIABILITIES | | |
| | 1 Financial Liabilities | | |
| | (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 |
| | Total Financial Liabilities | 8,363.87 | 1,633.45 |
| | 2 Non-Financial Liabilities | | |
| | (a) Current tax liabilities(Net) | 60.76 | 33.29 |
| | (b) Provisions | 64.34 | 24.84 |
| | (c) Other non-financial liabilities | 168.46 | 40.89 |
| | Total Non-Financial Liabilities | 293.56 | 99.02 |
| | 3 EQUITY | | |
| | (a) Equity Share capital | 1,529.24 | 1,350.78 |
| | (b) Other Equity | 8,462.13 | 1,764.53 |
| | Total Equity | 9,991.37 | 3,115.31 |
| | TOTAL LIABILITIES AND EQUITY | 18,648.80 | 4,847.78 |



Handwritten signatures and initials are present below the stamp, including a signature that appears to be 'Rohit J. J.' and other initials.

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) |
|--|--|---------------------------------------|---------------------------------------|
| A. CASH FLOW FROM OPERATING ACTIVITIES: | | | |
| | Net Profit Before Taxes | 278.22 | 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 | (11.17) | (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 |
| | Cash outflow towards finance cost | (600.92) | (0.04) |
| | Operating profit before working capital changes | (77.23) | 702.70 |
| | Movement in working capital | | |
| | (Increase)/decrease in Loans | (6,677.06) | 1,190.20 |
| | (Increase)/Decrease in Other Financial Assets | 218.33 | (343.10) |
| | (Increase)/Decrease in Other Assets | (528.15) | (117.62) |
| | (Increase)/Decrease in Trade Receivable | (590.84) | - |
| | Increase/(Decrease) in Other Payables | 216.47 | 13.12 |
| | Increase/(Decrease) in Other Financial Liabilities | 21.86 | (58.80) |
| | Increase/(Decrease) in Other liabilities | (406.77) | - |
| | Increase/(Decrease) in Provisions | 39.50 | 11.87 |
| | Cash used in Operations | (7,783.88) | 1,398.37 |
| | Direct Taxes Paid (net of refund) | (253.46) | (83.72) |
| | Net cashflows from/(used in) Operating Activities (A) | (8,037.34) | 1,314.65 |
| B. CASH FLOW FROM INVESTING ACTIVITIES: | | | |
| | Purchase of Property, plant and equipment and Intangible Assets (including Capital work in Progress) | (1,300.13) | (161.24) |
| | Proceeds from sale of Property, plant and equipment and Intangible Assets | 112.10 | - |
| | 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 | 4,116.84 | 1,874.74 |
| | Investment in Fixed Deposits having original maturity more than three years | (3,282.50) | (160.39) |
| | Proceeds from sale of Fixed Deposits | 1,950.00 | - |
| | Interest Income from Fixed Deposits | 34.27 | 10.50 |
| | | (3,444.23) | (371.39) |
| C. CASH FLOW FROM FINANCING ACTIVITIES: | | | |
| | Proceeds from issue of share capital and share warrants | 2,174.92 | 2.34 |
| | Debt securities issued | 5,000.00 | - |
| | Borrowings other than debt securities issued | 8,925.00 | - |
| | Borrowings other than debt securities repaid | (1,537.71) | (1,093.66) |
| | Payment of Lease Liability | (14.60) | (2.43) |
| | Dividends paid including DDT | (14.34) | (40.69) |
| | Net cash generated from/(used in) financing activities (C) | 14,533.27 | (1,134.44) |
| | 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 |
| | Cash and cash equivalents at end of the year | 3,222.52 | 170.84 |
| Components of Cash and Cash Equivalent | | | |
| | Cash and Cash Equivalent at end of the year | Year Ended 31.03.2021 (Audited) | Year Ended 31.03.2020 (Audited) |
| | 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 | - | - |
| | Total | 3,222.52 | 170.84 |



 Dhansha Finvest Limited

 Mumbai

| 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 | Segment Revenue | | | | | |
| | - 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 |
| | Total | 1,046.94 | 705.45 | 571.99 | 2,961.66 | 1,910.57 |
| | Less : Inter Segment Revenue | - | - | - | - | - |
| | Revenue from Operations | 1,046.94 | 705.45 | 571.99 | 2,961.66 | 1,910.57 |
| II | Segment Results | | | | | |
| | 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 |
| | Total | 65.47 | 14.50 | 68.87 | 238.87 | 606.26 |
| | Unallocable Income/(Expenditure) - net | 4.14 | 86.78 | (15.80) | 39.35 | (49.15) |
| | Profit before Tax | 69.61 | 101.28 | 53.08 | 278.22 | 557.11 |
| | Less: Taxes | (47.08) | 160.34 | 20.29 | 148.13 | 151.02 |
| | Profit after Tax | 116.70 | (59.06) | 32.79 | 130.10 | 406.09 |
| III | Capital Employed | | | | | |
| | Segment Assets | | | | | |
| | - 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 |
| | Total | 18,648.80 | 12,783.59 | 4,847.78 | 18,648.80 | 4,847.78 |
| | Segment Liabilities | | | | | |
| | - 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 |
| | Total | 8,657.43 | 3,709.27 | 1,732.47 | 8,657.43 | 1,732.47 |

Notes:

- Fee and commission income majorly includes commission from syndication loan.
- 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.
- 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.
- * 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.
- 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.
- The board of directors of the Parent Company at its meeting dated June 10, 2021 have recommended a final dividend of Rs 0.05 per equity shares of face value of Rs 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
- 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 |

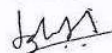
* Outstanding as on March 31, 2021 on account of SMA categories cases where moratorium benefit is extended by the Parent Company up to August 31, 2020.

** 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) |
| | Revenue from operations | | | | | |
| 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 |
| I | Total Revenue from operations | 728.08 | 532.77 | 571.47 | 2,395.12 | 1,910.04 |
| II | Other income | 37.66 | 179.53 | 13.63 | 46.86 | 19.48 |
| III | Total Income (I+II) | 765.74 | 712.30 | 585.10 | 2,441.98 | 1,929.52 |
| | Expenses | | | | | |
| 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 |
| IV | Total Expenses | 793.54 | 622.81 | 533.13 | 2,268.47 | 1,371.46 |
| V | Profit before Exceptional Item and tax (III - IV) | (27.81) | 89.49 | 51.97 | 173.51 | 558.06 |
| VI | Exceptional items | - | - | - | - | - |
| VII | Profit before tax (V + VI) | (27.81) | 89.49 | 51.97 | 173.51 | 558.06 |
| VIII | Tax expense: | | | | | |
| 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) |
| IX | Profit for the period/year after tax (VII - VIII) | 57.24 | (67.60) | 34.53 | 68.45 | 409.89 |
| X | Other Comprehensive Income | | | | | |
| 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 |
| | Other comprehensive income | 1.41 | - | (1.20) | 1.41 | (1.20) |
| XI | Total Comprehensive Income for the period/year (IX + X) | 58.65 | (67.60) | 33.33 | 69.86 | 408.69 |
| XII | Paid up equity share capital (face value of Rs. 10/- per share) | 1,529.24 | 1,529.24 | 1,350.78 | 1,529.24 | 1,350.78 |
| XIII | Other Equity | | | | 8,407.01 | 1,768.34 |
| XIV | Earnings per equity share (Not annualised for the interim periods) | | | | | |
| | 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) |
| I | ASSETS | | |
| | 1 Financials Assets | | |
| | (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 |
| | Total Financial Assets | 16,816.80 | 4,223.92 |
| | 2 Non-Financials Assets | | |
| | (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 use 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 |
| | Total Non-Financials Assets | 1,640.76 | 625.90 |
| | TOTAL ASSETS | 18,457.56 | 4,849.82 |
| II | LIABILITIES AND EQUITY | | |
| | LIABILITIES | | |
| | 1 Financial Liabilities | | |
| | (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 |
| | Total Financial Liabilities | 8,325.38 | 1,631.78 |
| | 2 Non-Financial Liabilities | | |
| | (a) Current tax liabilities(Net) | 36.85 | 33.29 |
| | (b) Provisions | 48.93 | 24.84 |
| | (c) Other non-financial liabilities | 110.13 | 40.79 |
| | Total Non-Financial Liabilities | 195.91 | 98.92 |
| | 3 EQUITY | | |
| | (a) Equity Share capital | 1,529.24 | 1,350.78 |
| | (b) Other Equity | 8,407.01 | 1,768.34 |
| | Total Equity | 9,936.25 | 3,119.12 |
| | TOTAL LIABILITIES AND EQUITY | 18,457.56 | 4,849.82 |



 Dharmasha Finance Limited
 MUMBAI

| 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) | |
| A. CASH FLOW FROM OPERATING ACTIVITIES: | | | | |
| | 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 | (11.17) | (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 | |
| | Cash outflow towards finance cost | (600.92) | (0.04) | |
| | Operating profit before working capital changes | (203.51) | 706.39 | |
| | Movement in working capital | | | |
| | (Increase)/decrease in Loans | (6,684.67) | 1,190.20 | |
| | (Increase)/Decrease in Other Financial Assets | 198.55 | (343.10) | |
| | (Increase)/Decrease in Other Assets | (236.38) | - | |
| | (Increase)/Decrease in Trade Receivable | (139.60) | (117.10) | |
| | Increase/(Decrease) in Other Payables | 179.79 | 11.46 | |
| | Increase/(Decrease) in Other Financial Liabilities | 21.73 | (58.75) | |
| | Increase/(Decrease) in Other liabilities | (748.83) | - | |
| | Increase/(Decrease) in Provisions | 24.09 | 11.87 | |
| | Cash used in Operations | (7,588.83) | 1,400.97 | |
| | Direct Taxes Paid (net of refund) | (202.18) | (83.72) | |
| | Net cashflows from/(used in) Operating Activities (A) | (7,791.01) | 1,317.25 | |
| B. CASH FLOW FROM INVESTING ACTIVITIES: | | | | |
| | Purchase of Property, plant and equipment and Intangible Assets | (937.71) | (160.17) | |
| | Proceeds from sale of Property, plant and equipment and Intangible Assets | 130.52 | - | |
| | 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 | 4,108.41 | 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 | 1,550.00 | - | |
| | Interest Income from Fixed Deposits | 32.06 | 10.50 | |
| | Net cash generated from/(used in) investing activities (B) | (3,769.03) | (375.33) | |
| C. CASH FLOW FROM FINANCING ACTIVITIES: | | | | |
| | Proceeds from issue of share capital and share warrants | 2,174.92 | 2.34 | |
| | Debt securities issued | 5,000.00 | - | |
| | Borrowings other than debt securities issued | 8,925.00 | - | |
| | Proceeds from / (repayment of) borrowings | (1,537.71) | (1,093.66) | |
| | Payment of Lease Liability | (14.60) | (2.43) | |
| | Dividends paid including dividend distribution tax | (14.34) | (40.69) | |
| | Net cash generated from/(used in) financing activities (C) | 14,533.28 | (1,134.44) | |
| | Net (Decrease)/ Increase In Cash And Cash Equivalents (A + B + C) | 2,973.24 | (192.52) | |
| | Cash and cash equivalents at the beginning of the financial year | 169.53 | 362.04 | |
| | Cash and cash equivalents at end of the year | 3,142.77 | 169.52 | |
| Components of Cash and Cash Equivalent | | | | |
| | Cash and Cash Equivalent at end of the year | Year Ended 31.03.2021 (Audited) | Year Ended 31.03.2020 (Audited) | |
| | 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 | - | - | |
| | Total | 3,142.77 | 169.52 | |



 MUMBAI

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.

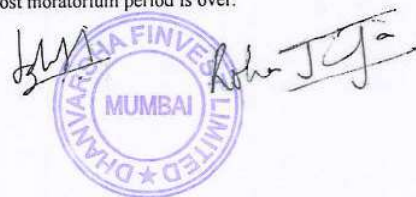
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The interim order stood vacated on March 23, 2021 vide the judgement of the Hon'ble Supreme Court in the matter of Small Scale Industrial manufacturers Association v/s UOI & Ors. and other connected matters. In accordance with the instructions in paragraph 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.
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- 12 Disclosures as required by RBI circular dated April 17, 2020 'COVID-19 Regulatory Package- Asset Classification and Provisioning' are given below:
(Rs. In Lakhs)

| Particulars | 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 at its meeting dated June 10, 2021 have recommended a final dividend of Rs 0.05 per equity shares of face value of Rs 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

