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**Walker Chandiook & Co LLP**

16th Floor, Tower III,  
One International Center,  
S B Marg, Prabhadevi (W),  
Mumbai - 400013  
Maharashtra, India  
T +91 22 6626 2699  
F +91 22 6626 2601

**Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of Northern Arc Capital Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

**To the Board of Directors of Northern Arc Capital Limited**

1. We have reviewed the accompanying statement of consolidated unaudited financial results ('the Statement') of **Northern Arc Capital Limited** ('the Holding Company' or 'NBFC') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group'), its associate (refer Annexure 1 for the list of subsidiaries and associate included in the Statement) for the quarter ended **31 December 2024** and the consolidated year to date results for the period 01 April 2024 to 31 December 2024, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations'). Attention is drawn to the fact that the consolidated figures for nine-month period ended 31 December 2023, and corresponding quarter ended 31 December 2023 as reported in the Statement have been approved by the Holding Company's Board of Directors but have not been subjected to audit or review.
2. This Statement, which is the responsibility of the Holding Company's management and has been approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), the circulars, guidelines and directions issued by the Reserve Bank of India ('the RBI') from time to time, applicable to NBFCs ('the RBI guidelines'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under section 143(10) of the Act, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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.



**Northern Arc Capital Limited**  
**Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and**  
**Year to Date Results of Northern Arc Capital Limited pursuant to the Regulation 33 of the SEBI**  
**(Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

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4. Based on our review conducted and procedures performed as stated in paragraph 3 above nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under section 133 of the Act, the RBI guidelines, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement, or that it has not been prepared in accordance with the relevant prudential norms issued by the RBI in respect of income recognition, asset classification, provisioning and other related matters.
5. We did not review the interim financial information of five subsidiaries, included in the Statement, whose financial information reflects total revenues of ₹ 1,788.61 lakhs and ₹ 6,135.74 lakhs, total net loss after tax of ₹ 2,487.25 lakhs and ₹ 3,936.77 lakhs, and total comprehensive loss of ₹ 2,485.77 lakhs and ₹ 3,949.06 lakhs for the quarter and nine month period ended 31 December 2024 respectively, as considered in the Statement. The Statement also includes the Group's share of net loss after tax and total comprehensive loss of ₹ 45.23 lakhs and ₹ 152.43 lakhs for the quarter and year-to-date period ended 31 December 2024 respectively, as considered in the Statement, in respect of one associate, whose interim financial results have not been reviewed by us. These interim financial information have been reviewed by other auditors whose review reports have been furnished to us by the management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associate is based solely on the review reports of such other auditors, and the procedures performed by us as stated in paragraph 3 above.

Our review report is not modified in respect of this matter with respect to our reliance on the work done by and the reports of the other auditors.

6. The review of consolidated unaudited quarterly financial results for the period ended 30 September 2024, included in the Statement was carried out and reported by S.R Batliboi & Associates LLP who have expressed unmodified conclusion vide their review report dated 28 October 2024, whose review report has been furnished to us by the management and which has been relied upon by us for the purpose of our review of the Statement. Our conclusion is not modified in respect of this matter.
7. The audit of consolidated financial results for the year ended 31 March 2024 included in the Statement was carried out and reported by S.R Batliboi & Associates LLP who have expressed unmodified opinion vide their audit report dated 29 May 2024, whose reports have been furnished to us and which have been relied upon by us for the purpose of our review of the Statement. Our conclusion is not modified in respect of this matter.

For **Walker Chandiook & Co LLP**  
Chartered Accountants  
Firm Registration No:001076N/N500013



**Khushroo B. Panthaky**  
Partner  
Membership No:042423

**UDIN:25042423BMNQYG8309**

Place: Mumbai  
Date: 14 February 2024

Page 2 of 3

**Northern Arc Capital Limited**  
**Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and**  
**Year to Date Results of Northern Arc Capital Limited pursuant to the Regulation 33 of the SEBI**  
**(Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

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**Annexure 1**

**List of entities included in the Statement**

**Subsidiaries**

1. Northern Arc Investment Managers Private Limited
2. Northern Arc Investment Adviser Services Private Limited
3. Northern Arc Securities Private Limited
4. Pragathi Finserv Private Limited
5. Northern Arc Employee Welfare Trust
6. Northern Arc Foundation

**Associate**

1. Finreach Solutions Private Limited



Northern Arc Capital Limited  
CIN: L65910TN1989PLC017021

Regd. Office: HTM Research Park, Phase 1, 10th Floor, Kanagan Village, Taramani, Chennai - 600 113  
Statement of unaudited consolidated financial results of Northern Arc Capital Limited (the Holding Company) for the quarter ended 31 December 2024 and year to date from 01 April 2024 to 31 December 2024

(All amounts are in Indian rupees in lakhs, unless otherwise stated)

Particulars	Quarter ended			Nine months ended		Year ended
	31 December 2024	30 September 2024	31 December 2023	31 December 2024	31 December 2023	31 March 2024
	Unaudited	Unaudited	Refer Note 3	Unaudited	Refer Note 3	Audited
<b>Revenue from operations</b>						
Interest income						
Fee and commission income	52,538.27	55,281.95	46,037.61	162,532.96	121,789.69	171,211.16
Net gain/(loss) on fair value changes	2,293.94	2,427.66	1,407.89	6,622.76	4,767.07	8,492.77
Net gain on derecognition of financial instruments	1,351.35	(69.01)	422.26	2,242.64	3,458.66	4,561.95
	1,623.95	886.80	1,373.36	2,510.75	3,032.67	4,742.54
<b>Total revenue from operations</b>	<b>57,607.51</b>	<b>58,527.40</b>	<b>49,241.12</b>	<b>173,909.11</b>	<b>133,048.09</b>	<b>189,008.42</b>
Other income	462.87	62.06	461.81	992.82	1,142.67	1,594.83
<b>Total income</b>	<b>58,070.38</b>	<b>58,589.46</b>	<b>49,702.93</b>	<b>174,901.93</b>	<b>134,190.76</b>	<b>190,603.25</b>
<b>Expenses</b>						
Finance costs	21,370.71	20,525.58	18,412.31	62,830.73	52,244.98	72,638.50
Fees and commission expense	7,993.72	6,776.51	4,673.33	22,449.35	12,570.05	22,081.94
Employee benefits expenses	7,383.09	7,210.43	6,292.21	21,635.07	17,418.16	24,160.72
Impairment on financial instruments	8,146.86	7,837.12	5,341.60	21,119.52	9,855.63	12,243.79
Depreciation and amortisation	586.04	317.74	465.03	1,291.85	1,228.66	1,694.42
Other expenses	3,140.04	2,506.65	3,676.88	10,315.48	10,068.03	15,663.06
<b>Total expenses</b>	<b>48,621.06</b>	<b>45,173.83</b>	<b>38,861.36</b>	<b>139,642.00</b>	<b>103,383.51</b>	<b>148,482.43</b>
<b>Profit before share of profit/loss of associate and taxes</b>	<b>9,449.32</b>	<b>13,415.63</b>	<b>10,841.57</b>	<b>35,259.93</b>	<b>30,807.25</b>	<b>42,120.82</b>
Share of loss from Associates	(45.23)	(57.22)	(60.50)	(152.43)	(166.20)	(97.21)
<b>Profit before tax</b>	<b>9,404.09</b>	<b>13,358.41</b>	<b>10,781.07</b>	<b>35,107.50</b>	<b>30,641.05</b>	<b>42,023.61</b>
<b>Tax expense</b>						
Current tax	4,381.11	4,214.96	3,277.53	12,296.18	7,995.86	10,881.12
Adjustment of tax relating to earlier periods	0.61	-	(23.34)	0.61	2.16	46.92
MAT Credit entitlement	(2,295.40)	(471.50)	(680.95)	(3,483.43)	(571.55)	(673.70)
Deferred tax charge / (benefit)	2,086.32	3,743.46	2,573.24	8,813.36	7,424.57	10,254.34
<b>Total tax expense</b>	<b>4,172.64</b>	<b>7,486.92</b>	<b>5,146.32</b>	<b>17,636.78</b>	<b>15,941.04</b>	<b>21,508.68</b>
<b>Profit for the period / year</b>	<b>5,231.45</b>	<b>5,871.49</b>	<b>5,634.75</b>	<b>17,470.72</b>	<b>14,699.99</b>	<b>20,514.93</b>
<b>Other comprehensive income</b>						
<b>Items that will not be reclassified to profit or loss in subsequent periods</b>						
Remeasurement gain / (loss) on the defined benefit plans	(0.29)	(28.00)	18.55	(23.21)	52.09	116.50
Income tax relating to items that will not be reclassified to profit or loss	0.07	5.29	(4.67)	5.84	(13.11)	(29.32)
	(0.22)	(22.80)	13.88	(17.37)	38.98	87.18
<b>Items that will be reclassified to profit or loss in subsequent periods</b>						
Net gain/(loss) on Financial Instruments through other comprehensive income	(2,389.60)	(1,832.73)	(855.97)	(6,290.23)	546.63	1,228.99
Income tax relating to items that will be reclassified to profit or loss	601.46	461.30	193.19	1,583.25	(137.59)	(309.34)
	(1,788.14)	(1,371.43)	(662.78)	(4,706.98)	409.04	919.65
Net gain/(loss) on effective portion of Cash Flow Hedges	3,593.16	144.17	246.08	3,951.57	101.21	1,362.19
Income tax relating to items that will be reclassified to profit or loss	(904.40)	(36.29)	(61.91)	(994.61)	(25.47)	(342.86)
	2,688.76	107.88	184.17	2,956.96	75.74	1,019.33
Share of other comprehensive income from associates	-	-	-	-	-	(0.81)
Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
<b>Other comprehensive income/(loss) for the year / period (net of income taxes)</b>	<b>990.40</b>	<b>(1,286.35)</b>	<b>(464.73)</b>	<b>(1,767.39)</b>	<b>523.76</b>	<b>2,025.35</b>
<b>Total comprehensive income for the year / period (net of income taxes)</b>	<b>6,221.85</b>	<b>4,585.14</b>	<b>5,169.02</b>	<b>15,703.33</b>	<b>15,223.75</b>	<b>22,540.28</b>



Northern Arc Capital Limited  
CIN: L65910TN1989PLC017021

Regd. Office: IITM Research Park, Phase I, 10th Floor, Kanagam Village, Taramani, Chennai - 600 113

Statement of unaudited consolidated financial results of Northern Arc Capital Limited (the Holding Company) for the quarter ended 31 December 2024 and year to date from 01 April 2024 to 31 December 2024

*(All amounts are in Indian rupees in lakhs, unless otherwise stated)*

Particulars	Quarter ended			Nine months ended		Year ended
	31 December 2024	30 September 2024	31 December 2023	31 December 2024	31 December 2023	31 March 2024
	Unaudited	Unaudited	Refer Note 3	Unaudited	Refer Note 3	Audited
<b>Profit/(Loss) for the year / period attributable to</b>						
Owners of the holding company	7,562.44	9,767.08	7,531.78	26,678.63	21,952.30	30,833.39
Non-controlling Interest	(244.67)	(152.13)	676.05	(384.49)	1,264.18	935.88
<b>Other comprehensive income/(loss) for the year / period, net of income taxes</b>						
Owners of the holding company	900.26	(1,284.26)	(467.84)	(1,766.17)	514.67	2,017.01
Non-controlling Interest	0.14	(2.09)	3.11	(1.22)	9.09	8.34
<b>Total comprehensive income/(loss) for the year / period, net of income taxes</b>						
Owners of the holding company	8,462.70	8,482.83	7,063.94	24,912.46	22,466.97	32,850.40
Non-controlling Interest	(244.53)	(154.22)	679.16	(385.71)	1,273.27	944.22
<b>Earnings per equity share, par value of INR 10 each*</b>						
Basic (in rupees)	4.69	7.58	8.76	17.97	24.65	34.61
Diluted (in rupees)	4.66	6.73	5.72	17.87	16.69	23.40

\*Earnings per share for the quarters/nine months ended are not annualized  
See accompanying notes to the unaudited consolidated financial results



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Notes:

- The Unaudited Consolidated Financial Results of the Group and associate have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), the circulars, guidelines and directions issued by the Reserve Bank of India ('the RBI') from time to time applicable to NBFCs ('the RBI guidelines'), and other accounting principles generally accepted in India, and in compliance with Regulation 33 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended (the "Listing Regulations"). Any application guidance/ clarifications/ directions issued by the RBI are implemented as and when they are issued/ becomes applicable. These unaudited consolidated financial results, have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 14 February 2025 and have been subjected to a limited review by the statutory auditors of the Holding Company. Also refer Note 3 below.
- The Unaudited Consolidated Financial Results include the financial results of the Holding Company, its subsidiaries (collectively referred as "Group") and its associate listed in Annexure I.
- The comparative figures for the quarter and nine months ended 31 December 2023 included in these Unaudited Consolidated Financial Results have been neither reviewed nor audited by the statutory auditors of the Holding Company. Management of the Group and associate has taken necessary care and diligence to ensure that the financial results for such periods are fairly stated.
- During the nine months ended 31 December 2024, the Holding Company, pursuant to the approval by the Board of Directors and its shareholders, has made private placement offer and raised funds amounting to INR 38,200 lakhs by offering and issuing:
  - 8,491,048 Series C Compulsorily Convertible Preference Shares having a face value of INR 20 each for a consideration of INR 391 per share and;
  - 1,278,772 Series C2 Compulsorily Convertible Preference Shares having a face value of INR 20 each for a consideration of INR 391 per share by way of preferential allotment.
- During the nine months ended 31 December 2024, 51,093,024 compulsorily convertible preference shares (including 9,769,820 compulsorily convertible preference shares privately placed, as described in note 4 above), issued by the Holding Company were converted into 52,616,624 Equity Shares of the Holding Company of INR 10 each.
- During the nine months ended 31 December 2024, the Holding Company has completed an Initial Public Offer ("IPO") of 29,597,646 equity shares of face value of INR 10 each at an issue price of INR 263 per equity share (INR 239 per equity share reserved for employees), comprising of offer for sale of 10,532,320 equity shares by selling shareholders and fresh issue of 19,065,326 equity shares. The equity shares of the Holding Company were listed on BSE Limited ("BSE") and National Stock Exchange of India Limited ("NSE") on 24 September 2024. The details of IPO proceeds of INR 449,844.60 lakhs (net of share issue expenses), are as follows:

Objects of the issue	IPO Proceeds	INR in Lakhs	
		Utilisation upto 31 December 2024	Unutilised as at 31 December 2024
Meet future capital requirements towards onward lending	449,844.60	449,844.60	-
<b>Total</b>	<b>449,844.60</b>	<b>449,844.60</b>	<b>-</b>

- During the nine months ended 31 December 2024, pursuant to Northern Arc Employee Stock Option Scheme, 2016 and Northern Arc Employee Stock Option Scheme, 2018, the Board of Directors allotted 311,966 fully paid-up equity shares of INR 10 each at an aggregate premium of INR 637.26 lakhs.
- The segment reporting in accordance with Ind AS 108 on "Operating Segments" in respect of the consolidated financials results are given in Annexure II.
- All secured listed non-convertible debentures issued by the Holding Company are secured by way of an exclusive first charge on book debts with security to the extent as stated in the respective information memorandums. Further, the Holding Company has maintained asset cover as stated in the respective information memorandums which is sufficient to discharge the principal amount at all times for the non-convertible debt securities issued.
- Disclosures in compliance with Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the period ended 31 December 2024 is attached as Annexure I to the unaudited standalone financial results of the holding company.

For and on behalf of the Board of Directors

Ashish Mehrotra  
Managing Director & CEO

Place: Mumbai  
Date: 14 February 2025



Northern Arc Capital Limited

CIN: L65910TN1989PLC017021

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Statement of unaudited consolidated financial results of Northern Arc Capital Limited (the Holding Company)  
for the quarter ended December 31, 2024 and year to date from 01 April 2024 to 31 December 2024

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**Annexure I : List of entities included in the Consolidated Financial Results**

**Subsidiaries:**

1. Northern Arc Investment Adviser Services Private Limited
2. Northern Arc Investment Managers Private Limited
3. Northern Arc Foundation
4. Pragathi Finserv Private Limited
5. Northern Arc Capital Employee Welfare Trust
6. Northern Arc Securities Private Limited

**Associate:**

1. Finreach Solutions Private Limited



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Northern Arc Capital Limited  
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Statement of unaudited consolidated financial results of Northern Arc Capital Limited (the Holding Company) for the quarter ended December 31, 2024 and year to date from 01 April 2024 to 31 December 2024

(All amounts are in Indian Rupees in lakhs, except share data and unless otherwise stated)

Annexure II - Unaudited Consolidated Segment wise Revenue, Results, Segment Assets, Segment Liabilities and Capital Employed

Particulars	Quarter ended			Nine months ended		Year ended
	31 December 2024	30 September 2024	31 December 2023	31 December 2024	31 December 2023	31 March 2024
<b>Segment Revenue</b>						
Financing activity	55,007.47	57,624.01	47,152.10	169,631.14	128,759.80	184,048.11
Investment advisory services	-	-	16.11	-	16.11	-
Investment management services	2,335.97	920.46	1,367.09	4,116.41	3,260.69	3,550.48
Portfolio management services	-	-	778.64	-	1,918.14	1,628.10
Others	1,732.44	898.07	2,636.52	5,948.02	6,820.69	10,675.09
<b>Total segment revenue</b>	<b>59,075.88</b>	<b>59,442.54</b>	<b>51,950.46</b>	<b>179,695.57</b>	<b>140,775.43</b>	<b>199,901.78</b>
Less: Intersegment revenue	(1,468.37)	(915.14)	(2,709.34)	(5,786.46)	(7,727.34)	(10,893.36)
<b>Total revenue from operations</b>	<b>57,607.51</b>	<b>58,527.40</b>	<b>49,241.12</b>	<b>173,909.11</b>	<b>133,048.09</b>	<b>189,008.42</b>
<b>Segment Results (Profit before other income)</b>						
Financing activity	11,962.04	15,281.89	7,982.24	38,635.65	25,709.89	36,515.78
Investment advisory services	(1.35)	(0.85)	14.14	(5.21)	11.34	(6.30)
Investment management services	531.17	(210.92)	641.16	71.14	1,039.36	(14.43)
Portfolio management services	-	-	685.27	-	1,640.57	1,392.46
Others	(3,505.41)	(1,716.55)	1,056.95	(4,434.47)	1,263.42	2,638.48
<b>Total</b>	<b>8,986.45</b>	<b>13,353.57</b>	<b>10,379.76</b>	<b>34,267.11</b>	<b>29,664.58</b>	<b>40,525.99</b>
Add: Other income	462.87	62.06	461.81	992.82	1,142.67	1,594.83
Less: Share of loss post tax from associate	(45.23)	(57.22)	(60.50)	(152.43)	(166.20)	(97.21)
<b>Profit before tax</b>	<b>9,404.09</b>	<b>13,358.41</b>	<b>10,781.07</b>	<b>35,107.50</b>	<b>30,641.05</b>	<b>42,023.61</b>
<b>Segment assets</b>						
Financing activity	1,218,646.74	1,272,523.45	1,044,901.78	1,218,646.74	1,044,901.78	1,147,464.99
Investment advisory services	398.29	408.76	388.86	398.29	388.86	397.55
Investment management services	14,635.92	14,728.11	17,014.29	14,635.92	17,014.29	16,731.92
Portfolio management services	-	-	20,060.24	-	20,060.24	-
Others	6,239.37	5,798.80	5,904.17	6,239.37	5,904.17	5,996.80
Unallocated	174.63	174.63	174.63	174.63	174.63	174.63
<b>Total</b>	<b>1,240,094.95</b>	<b>1,293,633.75</b>	<b>1,088,443.97</b>	<b>1,240,094.95</b>	<b>1,088,443.97</b>	<b>1,170,765.89</b>
<b>Segment Liabilities</b>						
Financing activity	888,965.38	950,738.14	811,383.36	888,965.38	836,549.81	935,813.53
Investment advisory services	29.97	2.62	8.85	29.97	35.05	5.66
Investment management services	8,590.72	8,849.28	678.10	8,590.72	11,581.26	1,209.81
Portfolio management services	-	-	402.50	-	840.67	-
Others	1,609.59	1,862.72	772.99	1,609.59	2,442.21	1,695.74
<b>Total</b>	<b>899,195.66</b>	<b>961,452.76</b>	<b>813,245.80</b>	<b>899,195.66</b>	<b>851,449.00</b>	<b>938,724.74</b>
<b>Capital employed (Segment assets - Segment liabilities)</b>						
Financing activity	329,681.36	321,785.31	233,518.42	329,681.36	208,351.97	211,651.46
Investment advisory services	368.32	406.14	380.01	368.32	353.81	391.89
Investment management services	6,045.20	5,878.83	16,336.19	6,045.20	5,433.03	15,522.11
Portfolio management services	-	-	19,657.74	-	19,219.57	-
Others	4,804.41	4,110.71	5,305.81	4,804.41	3,636.59	4,475.69
<b>Total</b>	<b>340,899.29</b>	<b>332,180.99</b>	<b>275,198.17</b>	<b>340,899.29</b>	<b>236,994.97</b>	<b>232,041.15</b>



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Particulars	(All amounts are in Indian rupees in lakhs, unless otherwise stated)					
	Quarter ended			Nine months ended		Year ended
	31 December 2024	30 September 2024	31 December 2023	31 December 2024	31 December 2023	31 March 2024
	Unaudited	Unaudited	Refer Note 3	Unaudited	Refer Note 3	Audited
<b>Revenue from operations</b>						
Interest income	52,338.27	55,281.95	46,037.61	162,532.96	121,789.69	171,211.16
Fee and commission income	2,293.94	2,427.66	1,407.89	6,622.76	4,767.07	8,492.77
Net gain/(loss) on fair value changes	1,351.35	(69.01)	422.26	2,242.64	3,458.66	4,561.95
Net gain on derecognition of financial instruments	1,623.95	886.80	1,373.36	2,510.75	3,032.67	4,742.54
<b>Total revenue from operations</b>	<b>57,607.51</b>	<b>58,527.40</b>	<b>49,241.12</b>	<b>173,909.11</b>	<b>133,048.09</b>	<b>189,008.42</b>
Other income	462.87	62.06	461.81	992.82	1,142.67	1,594.83
<b>Total income</b>	<b>58,070.38</b>	<b>58,589.46</b>	<b>49,702.93</b>	<b>174,901.93</b>	<b>134,190.76</b>	<b>190,603.25</b>
<b>Expenses</b>						
Finance costs	21,370.71	20,525.58	18,412.31	62,830.73	52,244.98	72,638.50
Fees and commission expense	7,993.72	6,776.31	4,673.33	22,449.35	12,570.05	22,081.94
Employee benefits expenses	7,383.09	7,210.43	6,292.21	21,635.07	17,418.16	24,160.72
Impairment on financial instruments	8,146.86	7,837.12	5,341.60	21,119.52	9,853.63	12,243.79
Depreciation and amortisation	586.64	317.74	465.03	1,291.85	1,228.66	1,694.42
Other expenses	3,140.04	2,506.65	3,676.88	10,315.48	10,068.03	15,663.06
<b>Total expenses</b>	<b>48,621.06</b>	<b>45,173.83</b>	<b>38,861.36</b>	<b>139,642.00</b>	<b>103,383.51</b>	<b>148,482.43</b>
<b>Profit before share of profit/loss of associate and taxes</b>	<b>9,449.32</b>	<b>13,415.63</b>	<b>10,841.57</b>	<b>35,259.93</b>	<b>30,807.25</b>	<b>42,120.82</b>
Share of loss from Associates	(45.23)	(57.22)	(60.50)	(152.43)	(166.20)	(97.21)
<b>Profit before tax</b>	<b>9,404.09</b>	<b>13,358.41</b>	<b>10,781.07</b>	<b>35,107.50</b>	<b>30,641.05</b>	<b>42,023.61</b>
<b>Tax expense</b>						
Current tax	4,381.11	4,214.96	3,277.53	12,296.18	7,995.86	10,881.12
Adjustment of tax relating to earlier periods	0.61	-	(23.34)	0.61	2.16	46.92
MAT Credit entitlement	-	-	-	-	(1.90)	-
Deferred tax charge / (benefit)	(2,295.40)	(471.50)	(680.95)	(3,483.43)	(571.55)	(673.70)
<b>Total tax expense</b>	<b>2,086.32</b>	<b>3,743.46</b>	<b>2,573.24</b>	<b>8,813.36</b>	<b>7,424.57</b>	<b>10,254.34</b>
<b>Profit for the period / year</b>	<b>7,317.77</b>	<b>9,614.95</b>	<b>8,207.83</b>	<b>26,294.14</b>	<b>23,216.48</b>	<b>31,769.27</b>
<b>Other comprehensive income</b>						
<b>Items that will not be reclassified to profit or loss in subsequent periods</b>						
Remeasurement gain / (loss) on the defined benefit plans	(0.29)	(28.00)	18.55	(23.21)	52.09	116.50
Income tax relating to items that will not be reclassified to profit or loss	0.07	5.20	(4.67)	5.84	(13.11)	(29.32)
	(0.22)	(22.80)	13.88	(17.37)	38.98	87.18
<b>Items that will be reclassified to profit or loss in subsequent periods</b>						
Net gain/ (loss) on Financial Instruments through other comprehensive income	(2,389.60)	(1,832.73)	(855.97)	(6,290.23)	546.63	1,228.99
Income tax relating to items that will be reclassified to profit or loss	601.46	461.30	193.19	1,583.25	(137.59)	(309.34)
	(1,788.14)	(1,371.43)	(662.78)	(4,706.98)	409.04	919.65
Net gain/(loss) on effective portion of Cash Flow Hedges	3,593.16	144.17	246.08	3,951.57	101.21	1,362.19
Income tax relating to items that will be reclassified to profit or loss	(904.40)	(36.29)	(61.91)	(994.61)	(25.47)	(342.86)
	2,688.76	107.88	184.17	2,956.96	75.74	1,019.33
Share of other comprehensive income from associates	-	-	-	-	-	(0.81)
Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	-	-	-	-	-	(0.81)
<b>Other comprehensive income/(loss) for the year / period (net of income taxes)</b>	<b>900.40</b>	<b>(1,286.35)</b>	<b>(464.73)</b>	<b>(1,767.39)</b>	<b>523.76</b>	<b>2,025.35</b>
<b>Total comprehensive income for the year / period (net of income taxes)</b>	<b>8,218.17</b>	<b>8,328.60</b>	<b>7,743.10</b>	<b>24,526.75</b>	<b>23,740.24</b>	<b>33,794.62</b>



Northern Arc Capital Limited  
CIN: L65910TN1989PLC017021

Regd. Office: IITM Research Park, Phase I, 10th Floor, Kanagam Village, Taramani, Chennai - 600 113

Statement of unaudited consolidated financial results of Northern Arc Capital Limited (the Holding Company) for the quarter ended 31 December 2024 and year to date from 01 April 2024 to 31 December 2024

*(All amounts are in Indian rupees in lakhs, unless otherwise stated)*

Particulars	Quarter ended						
	31 December 2024		30 September 2024	31 December 2023	Nine months ended		Year ended
	Unaudited	Unaudited	Unaudited	Refer Note 3	Unaudited	Refer Note 3	Audited
<b>Profit/(Loss) for the year / period attributable to</b>							
Owners of the holding company	7,562.44	9,767.08	7,531.78	26,678.63	21,952.30	30,833.39	
Non-controlling Interest	(244.67)	(152.13)	676.05	(384.49)	1,264.18	935.88	
<b>Other comprehensive income/(loss) for the year / period, net of income taxes</b>							
Owners of the holding company	900.26	(1,284.26)	(467.84)	(1,766.17)	514.67	2,017.01	
Non-controlling Interest	0.14	(2.09)	3.11	(1.22)	9.09	8.34	
<b>Total comprehensive income/(loss) for the year / period, net of income taxes</b>							
Owners of the holding company	8,462.70	8,482.83	7,063.94	24,912.46	22,466.97	32,850.40	
Non-controlling Interest	(244.53)	(154.22)	679.16	(385.71)	1,273.27	944.22	
<b>Earnings per equity share, par value of INR 10 each*</b>							
Basic (in rupees)	4.69	7.58	8.76	17.97	24.65	34.61	
Diluted (in rupees)	4.66	6.73	5.72	17.87	16.69	23.40	

\*earnings per share for the quarters/nine months ended are not annualized

See accompanying notes to the unaudited consolidated financial results



Statement of unaudited consolidated financial results of Northern Arc Capital Limited (the Holding Company) for the quarter ended 31 December 2024 and year to date from 01 April 2024 to 31 December 2024

Notes:

- The Unaudited Consolidated Financial Results of the Group and associate have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), the circulars, guidelines and directions issued by the Reserve Bank of India ('the RBI') from time to time applicable to NBFCs ('the RBI guidelines'), and other accounting principles generally accepted in India, and in compliance with Regulation 33 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended (the "Listing Regulations"). Any application guidance/ clarifications/ directions issued by the RBI are implemented as and when they are issued/ becomes applicable. These unaudited consolidated financial results, have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 14 February 2025 and have been subjected to a limited review by the statutory auditors of the Holding Company. Also refer Note 3 below.
  - The Unaudited Consolidated Financial Results include the financial results of the Holding Company, its subsidiaries (collectively referred as "Group") and its associate listed in Annexure I.
  - The comparative figures for the quarter and nine months ended 31 December 2023 included in these Unaudited Consolidated Financial Results have been neither reviewed nor audited by the statutory auditors of the Holding Company. Management of the Group and associate has taken necessary care and diligence to ensure that the financial results for such periods are fairly stated.
  - During the nine months ended 31 December 2024, the Holding Company, pursuant to the approval by the Board of Directors and its shareholders, has made private placement offer and raised funds amounting to INR 38,200 lakhs by offering and issuing:  
(i) 8,491,048 Series C Compulsorily Convertible Preference Shares having a face value of INR 20 each for a consideration of INR 391 per share and;  
(ii) 1,278,772 Series C2 Compulsorily Convertible Preference Shares having a face value of INR 20 each for a consideration of INR 391 per share by way of preferential allotment.
  - During the nine months ended 31 December 2024, 51,093,024 compulsorily convertible preference shares (including 9,769,820 compulsorily convertible preference shares privately placed, as described in note 4 above), issued by the Holding Company were converted into 52,616,624 Equity Shares of the Holding Company of INR 10 each.
  - During the nine months ended 31 December 2024, the Holding Company has completed an Initial Public Offer ("IPO") of 29,597,646 equity shares of face value of INR 10 each at an issue price of INR 263 per equity share (INR 239 per equity share reserved for employees), comprising of offer for sale of 10,532,320 equity shares by selling shareholders and fresh issue of 19,065,326 equity shares. The equity shares of the Holding Company were listed on BSE Limited ("BSE") and National Stock Exchange of India Limited ("NSE") on 24 September 2024. The details of IPO proceeds of INR 449,844.60 lakhs (net of share issue expenses), are as follows:
- | Objects of the issue                                    | IPO Proceeds      | INR in Lakhs                      |                                   |
|---|-------------------|-----------------------------------|-----------------------------------|
|   |                   | Utilisation upto 31 December 2024 | Unutilised as at 31 December 2024 |
| Meet future capital requirements towards onward lending | 449,844.60        | 449,844.60                        | -                                 |
| <b>Total</b>  | <b>449,844.60</b> | <b>449,844.60</b>                 | <b>-</b>                          |
- During the nine months ended 31 December 2024, pursuant to Northern Arc Employee Stock Option Scheme, 2016 and Northern Arc Employee Stock Option Scheme, 2018, the Board of Directors allotted 311,966 fully paid-up equity shares of INR 10 each at an aggregate premium of INR 637.26 lakhs.
  - The segment reporting in accordance with Ind AS 108 on "Operating Segments" in respect of the consolidated financials results are given in Annexure II.
  - All secured listed non-convertible debentures issued by the Holding Company are secured by way of an exclusive first charge on book debts with security to the extent as stated in the respective information memorandums. Further, the Holding Company has maintained asset cover as stated in the respective information memorandums which is sufficient to discharge the principal amount at all times for the non-convertible debt securities issued.
  - Disclosures in compliance with Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the period ended 31 December 2024 is attached as Annexure I to the unaudited standalone financial results of the holding company.

For and on behalf of the Board of Directors

Ashish Mehrotra  
Managing Director & CEO



Place: Mumbai  
Date: 14 February 2025

Northern Arc Capital Limited  
CIN: L65910TN1989PLC017021

Regd. Office: IITM Research Park, Phase I, 10th Floor, Kanagam Village, Taramani, Chennai - 600 113  
Statement of unaudited consolidated financial results of Northern Arc Capital Limited (the Holding Company)  
for the quarter ended December 31, 2024 and year to date from 01 April 2024 to 31 December 2024

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**Annexure I : List of entities included in the Consolidated Financial Results**

Subsidiaries:

1. Northern Arc Investment Adviser Services Private Limited
2. Northern Arc Investment Managers Private Limited
3. Northern Arc Foundation
4. Pragathi Finserv Private Limited
5. Northern Arc Capital Employee Welfare Trust
6. Northern Arc Securities Private Limited

Associate:

1. Finreach Solutions Private Limited



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Statement of unaudited consolidated financial results of Northern Arc Capital Limited (the Holding Company) for the quarter ended December 31, 2024 and year to date from 01 April 2024 to 31 December 2024

(All amounts are in Indian Rupees in lakhs, except share data and unless otherwise stated)

Annexure II - Unaudited Consolidated Segment wise Revenue, Results, Segment Assets, Segment Liabilities and Capital Employed

Particulars	Quarter ended			Nine months ended		Year ended
	31 December 2024	30 September 2024	31 December 2023	31 December 2024	31 December 2023	31 March 2024
<b>Segment Revenue</b>						
Financing activity	55,007.47	57,624.01	47,152.10	169,631.14	128,759.80	184,048.11
Investment advisory services	-	-	16.11	-	16.11	-
Investment management services	2,335.97	920.46	1,367.09	4,116.41	3,260.69	3,550.48
Portfolio management services	-	-	778.64	-	1,918.14	1,628.10
Others	1,732.44	898.07	2,636.52	5,948.02	6,820.69	10,675.09
<b>Total segment revenue</b>	<b>59,075.88</b>	<b>59,442.54</b>	<b>51,950.46</b>	<b>179,695.57</b>	<b>140,775.43</b>	<b>199,901.78</b>
Less: Intersegment revenue	(1,468.37)	(915.14)	(2,709.34)	(5,786.46)	(7,727.34)	(10,893.36)
<b>Total revenue from operations</b>	<b>57,607.51</b>	<b>58,527.40</b>	<b>49,241.12</b>	<b>173,909.11</b>	<b>133,048.09</b>	<b>189,008.42</b>
<b>Segment Results (Profit before other income)</b>						
Financing activity	11,962.04	15,281.89	7,982.24	38,635.65	25,709.89	36,515.78
Investment advisory services	(1.35)	(0.85)	14.14	(5.21)	11.34	(6.30)
Investment management services	531.17	(210.92)	641.16	71.14	1,039.36	(14.43)
Portfolio management services	-	-	685.27	-	1,640.57	1,392.46
Others	(3,505.41)	(1,716.55)	1,056.95	(4,434.47)	1,263.42	2,638.48
<b>Total</b>	<b>8,986.45</b>	<b>13,353.57</b>	<b>10,379.76</b>	<b>34,267.11</b>	<b>29,664.58</b>	<b>40,525.99</b>
Add: Other income	462.87	62.06	461.81	992.82	1,142.67	1,594.83
Less: Share of loss post tax from associate	(45.23)	(57.22)	(60.50)	(152.43)	(166.20)	(97.21)
<b>Profit before tax</b>	<b>9,404.09</b>	<b>13,358.41</b>	<b>10,781.07</b>	<b>35,107.50</b>	<b>30,641.05</b>	<b>42,023.61</b>
<b>Segment assets</b>						
Financing activity	1,218,646.74	1,272,523.45	1,044,901.78	1,218,646.74	1,044,901.78	1,147,464.99
Investment advisory services	398.29	408.76	388.86	398.29	388.86	397.55
Investment management services	14,635.92	14,728.11	17,014.29	14,635.92	17,014.29	16,731.92
Portfolio management services	-	-	20,060.24	-	20,060.24	-
Others	6,239.37	5,798.80	5,904.17	6,239.37	5,904.17	5,996.80
Unallocated	174.63	174.63	174.63	174.63	174.63	174.63
<b>Total</b>	<b>1,240,094.95</b>	<b>1,293,633.75</b>	<b>1,088,443.97</b>	<b>1,240,094.95</b>	<b>1,088,443.97</b>	<b>1,170,765.89</b>
<b>Segment Liabilities</b>						
Financing activity	888,965.38	950,738.14	811,383.36	888,965.38	836,549.81	935,813.53
Investment advisory services	29.97	2.62	8.85	29.97	35.05	5.66
Investment management services	8,590.72	8,849.28	678.10	8,590.72	11,581.26	1,209.81
Portfolio management services	-	-	402.50	-	840.67	-
Others	1,609.59	1,862.72	772.99	1,609.59	2,442.21	1,695.74
<b>Total</b>	<b>899,195.66</b>	<b>961,452.76</b>	<b>813,245.80</b>	<b>899,195.66</b>	<b>851,449.00</b>	<b>938,724.74</b>
<b>Capital employed (Segment assets - Segment liabilities)</b>						
Financing activity	329,681.36	321,785.31	233,518.42	329,681.36	208,351.97	211,651.46
Investment advisory services	368.32	406.14	380.01	368.32	353.81	391.89
Investment management services	6,045.20	5,878.83	16,336.19	6,045.20	5,433.03	15,522.11
Portfolio management services	-	-	19,657.74	-	19,219.57	-
Others	4,804.41	4,110.71	5,305.81	4,804.41	3,636.59	4,475.69
<b>Total</b>	<b>340,899.29</b>	<b>332,180.99</b>	<b>275,198.17</b>	<b>340,899.29</b>	<b>236,994.97</b>	<b>232,041.15</b>



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**Statement on book value of assets and compliance status of financial covenants for the secured listed non-convertible securities of the Company, as at 31 December 2024**

Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-Passu Charge	Assets not offered as Security	Elimination (amount in negative)	(Total C to H) (Note 2)	Related to only those items covered by this certificate-				
		Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Others assets on which there is pari-Passu charge (excluding items covered in column F)	Debt amount considered more than once (due to exclusive plus pari passu charge)	Market Value for Assets-charged-on-Exclusive-basis	Carrying /book-value-for-exclusive-charge-assets-where market-value is not-ascertainable-or-applicable (Note 3)	Market-Value-for-Pari-passu-charge-Assets	Carrying-value/book-value-for-pari-passu-charge-assets-where market-value-is-not-ascertainable-or-applicable	Total Value=(K+L+M+N)		
		Book Value	Book Value	Yes/No	Book Value	Book Value								
<b>ASSETS</b>														
Property, Plant and Equipment		-	-	No	-	-	893.68	-	893.68					
Capital Work-in-Progress		-	-	No	-	-	-	-	-					
Right of Use Assets		-	-	No	-	-	2,654.63	-	2,654.63					
Goodwill		-	-	No	-	-	2,085.13	-	2,085.13					
Intangible Assets		-	-	No	-	-	1,377.06	-	1,377.06					
Intangible Assets under Development		-	-	No	-	-	231.13	-	231.13					
Investments	Investments	59,434.50	120,418.51	No	-	-	5,804.94	-	185,657.96					
Loans	Receivable from loans	43,251.89	738,006.85	No	-	-	171,253.47	-	952,512.20					
Inventories		-	-	No	-	-	-	-	-					
Trade Receivables		-	-	No	-	-	1,836.36	-	1,836.36					
Cash and Cash Equivalents		-	-	No	-	-	12,383.96	-	12,383.96					
Bank Balances other than Cash and Cash Equivalents		-	-	No	-	-	37,809.58	-	37,809.58					
Others		-	-	No	-	-	26,816.38	-	26,816.38					
<b>Total</b>		<b>102,686.39</b>	<b>858,425.36</b>				<b>263,146.32</b>		<b>1,224,258.07</b>					
<b>LIABILITIES</b>														
Debt securities to which this certificate pertains	Secured Non Convertible Debentures (NCDs)	94,010.16	-	No	-	-	-	-	94,010.16					
Other debt sharing pari-passu charge with above debt		-	-	No	-	-	-	-	-					
Other Debt		-	-	No	-	-	-	-	-					
Subordinated debt		-	-	No	-	-	-	-	-					
Borrowings		-	-	No	-	-	-	-	-					
Bank		-	542,647.80	No	-	-	-	-	542,647.80					
Debt Securities		-	48,388.04	No	-	-	26,303.55	-	74,691.59					
Others		-	140,176.31	No	-	-	-	-	140,176.31					
Trade payables		-	-	No	-	-	13,223.46	-	13,223.46					
Lease Liabilities		-	-	No	-	-	3,091.09	-	3,091.09					
Provisions		-	-	No	-	-	1,516.88	-	1,516.88					
Others		-	-	No	-	-	17,853.12	-	17,853.12					
<b>Total</b>		<b>94,010.16</b>	<b>731,212.15</b>				<b>61,988.10</b>		<b>887,210.41</b>					
<b>Cover on Book Value (Note 1)</b>														
<b>Cover on Market Value</b>	Exclusive Security Cover Ratio (Note 1)	1.09	1.17		Pari-Passu Security Cover Ratio	NA								

- Note:
- The security cover ratio pertains to listed secured debentures. Disclosure in the statement is cumulative for all the listed secured debentures of the Company.
  - Represents carrying value as per books of accounts underlying the unaudited financial statements of the company as at 31 December 2024.
  - Columns K to O have been left blank. This will be shared separately by the Company

Place: Mumbai  
Date: 14 February 2025

For and on behalf of the Board of Directors of Northern Arc Capital Limited

Ashish Mehrotra  
Managing Director & CEO

