

29th May 2024

BSE Limited

Phiroze Jeejeebhoy Towers
1st Floor, Dalal Street,
Mumbai- 400001

Dear Sir/Madam,

Sub: Intimation under Regulation 52 of The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement, 2015).

Pursuant to Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors of the Company at its Meeting held today i.e., on 29th May 2024, has inter-alia considered and approved the Audited financial results (Standalone and Consolidated) for the quarter and the year ended 31st March, 2024.

Accordingly, we enclose herewith the following:

- 1) Audited Financial Results (Standalone and Consolidated) for the quarter and the year ended 31st March, 2024 together with Auditor's report issued by Statutory Auditors of the Company.
- 2) Statement containing details required under Regulation 52(4). (Line items along with financial results).
- 3) Statement of assets and liabilities and statement of cash flows as at 31st March 2024 under Regulation 52(2A) of the Listing Regulations;
- 4) Declaration by CFO under Regulation 52(3)(a) of the Listing Regulations (Audit reports with unmodified opinion)
- 5) Disclosure of the extent and nature of security created and maintained for secured non-convertible securities as required under Regulation 54 read with Regulation 56(1)(d) of the SEBI Listing Regulations is made in the Audited Financial Results for the quarter and year ended 31st March 2024. Further, the security cover certificate is enclosed herewith.
- 6) Statement indicating the utilisation of the issue proceeds of non-convertible securities/Statement disclosing material deviation(s) (if any) in the use of issue proceeds of non-convertible securities from the objects of the issue.
- 7) Large Corporate Disclosures pursuant to SEBI Circular No. SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/172 dated October 19, 2023.
- 8) Statement of Related Party Transactions pursuant to the provisions of Regulation 23(9) of SEBI Listing Regulation.

The Board considered and recommended raising of funds by way of issuance of Non-Convertible Debentures not exceeding INR 6000 Crore for the FY 2024-25 subject to the approval of the shareholders.

Northern Arc Capital Limited

10th Floor, Phase-I, IIT-Madras Research Park, Kanagam Village, Taramani, Chennai 600 113, India
+91 44 6668 7000 | contact@northernarc.com | northernarc.com

CIN.: U65910TN1989PLC017021



The Board also considered and approved the appointment of Mr. Vipin G.S as a Chief Compliance Officer of the Company.

The Meeting commenced at 5.15 p.m. and concluded at 9.15 p.m.

Kindly take the above submission on record.

Thanking you,
For Northern Arc Capital Limited

Prakash Chandra Panda
Company Secretary & Compliance Officer
M. No. A22585

Place: Chennai

Northern Arc Capital Limited

10th Floor, Phase-I, IIT-Madras Research Park, Kanagam Village, Taramani, Chennai 600 113, India
+91 44 6668 7000 | contact@northernarc.com | northernarc.com

CIN.: U65910TN1989PLC017021

Independent Auditor's Report on the Quarterly and Year to Date Audited Standalone Financial Results of the Company Pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors of
Northern Arc Capital Limited

Report on the audit of the Standalone Financial Results**Opinion**

We have audited the accompanying statement of quarterly and year to date standalone financial results of Northern Arc Capital Limited (the "Company") for the quarter ended March 31, 2024 and for the year ended March 31, 2024 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

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

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter ended March 31, 2024 and for the year ended March 31, 2024.

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, as amended ("the 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 together with the ethical requirements that are relevant to our audit of the financial statements 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 obtained by us is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable 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 52 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 the 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 are free from material misstatement, whether due to fraud or error.



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

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 is 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 the 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 financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents 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.



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

Other Matter

The Statement includes the results for the quarter ended March 31, 2024 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2024 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004



per Bharath N S

Partner

Membership No.: 210934



UDIN: 24210934BKFUNJ3664

Place: Chennai

Date: May 29, 2024

Northern Arc Capital Limited
CIN: U65910TN1989PLC017021

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

Statement of audited standalone financial results of Northern Arc Capital Limited (the "Company") for the quarter and year ended March 31, 2024

Statement of standalone results for the quarter and year ended March 31, 2024

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

Particulars	Quarter ended			Year ended	
	31 March 2024	31 December 2023	31 March 2023	31 March 2024	31 March 2023
	Audited (refer Note 10)	Unaudited	Audited (refer Note 10)	Audited	Audited
Revenue from operations					
Interest income	50,565.35	44,769.59	29,965.50	1,69,934.25	1,12,255.24
Fee and commission income	1,783.78	581.37	1,345.89	4,243.93	5,628.15
Net gain on fair value changes	270.23	566.31	1,254.06	3,945.31	5,327.33
Net gain on derecognition of financial instruments	1,709.87	1,373.36	1,482.77	4,742.54	2,034.23
Total revenue from operations	54,329.23	47,290.63	34,048.22	1,82,866.03	1,25,244.95
Other income	1,100.76	108.70	202.50	1,565.65	542.53
Total income	55,429.99	47,399.33	34,250.72	1,84,431.68	1,25,787.48
Expenses					
Finance costs	20,380.81	18,399.37	14,852.68	72,586.35	55,690.71
Fees and commission expense	12,411.35	7,221.93	4,396.74	31,714.19	15,947.57
Employee benefits expenses	5,027.72	4,656.59	3,007.46	17,961.03	10,957.43
Impairment on financial instruments	2,461.97	5,341.61	2,342.95	12,313.52	3,894.37
Depreciation and amortisation	400.21	410.44	136.65	1,467.03	1,026.14
Other expenses	3,812.98	2,484.32	1,548.89	10,847.33	7,966.32
Total expenses	44,495.04	38,514.26	26,285.37	1,46,889.45	95,482.54
Profit before tax	10,934.95	8,885.07	7,965.35	37,542.23	30,304.94
Tax expense					
Current tax	2,885.07	2,980.00	3,190.00	10,189.07	9,487.00
Deferred tax charge / (benefit)	(144.06)	(708.69)	(1,094.39)	(663.95)	(1,717.67)
Total tax expense	2,741.01	2,271.31	2,095.61	9,525.12	7,769.33
Profit for the period / year	8,193.94	6,613.76	5,869.74	28,017.11	22,535.61
Other comprehensive income					
Items that will not be reclassified to profit or loss in subsequent periods					
Remeasurement gain / (loss) on the defined benefit plan	61.31	(23.45)	279.32	(9.04)	120.32
Income tax relating to items that will not be reclassified to profit or loss	(15.42)	5.91	(70.30)	2.28	(30.28)
	45.89	(17.54)	209.02	(6.76)	90.04
Items that will be reclassified to profit or loss in subsequent periods					
Net gain / (loss) on Financial Instruments through other comprehensive income	805.61	(1,012.45)	2,254.16	1,228.99	(559.17)
Income tax relating to items that will be reclassified to profit or loss	(202.77)	254.83	(567.38)	(309.34)	140.74
	602.84	(757.62)	1,686.78	919.65	(418.43)
Net gain / (loss) on effective portion of cash flow hedges	1,014.90	246.08	1,071.92	1,362.19	(1,010.85)
Income tax relating to items that will be reclassified to profit or loss	(255.45)	(61.94)	(269.80)	(342.86)	254.44
	759.45	184.14	802.12	1,019.33	(756.41)
	1,362.29	(573.48)	2,488.90	1,938.98	(1,174.84)
Other comprehensive income for the period / year (net of income tax)	1,408.18	(591.02)	2,697.92	1,932.22	(1,084.80)
Total comprehensive income for the period / year (net of income tax)	9,602.12	6,022.74	8,567.66	29,949.33	21,450.81
Earnings per equity shares, par value of INR 10 each*					
Basic (in rupees)	9.20	7.43	6.60	31.45	25.34
Diluted (in rupees)	6.20	5.02	4.45	21.26	17.03
	*Not annualised	*Not annualised	*Not annualised	*Annualised	*Annualised

See accompanying notes to the audited standalone financial results



Northern Arc Capital Limited
CIN: U65910TN1989PLC017021

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

Statement of audited standalone financial results of Northern Arc Capital Limited (the "Company") for the quarter and year ended March 31, 2024

Statement of standalone assets and liabilities

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

Particulars	As at 31 March 2024 (Audited)	As at 31 March 2023 (Audited)
ASSETS		
Financial assets		
Cash and cash equivalents	16,123.83	20,401.99
Bank balances other than cash and cash equivalents	22,213.03	18,314.20
Derivative financial instruments	5,481.94	6,104.84
Trade receivables	1,437.83	1,890.98
Loans	9,30,987.51	6,89,030.00
Investments	1,65,268.61	1,69,665.29
Other financial assets	9,123.47	4,501.98
	11,50,636.22	9,09,909.28
Non-financial assets		
Current tax assets (net)	1,206.41	2,127.90
Deferred tax assets (net)	3,456.92	3,442.89
Property, plant and equipment	324.97	219.85
Intangible assets under development	231.13	98.87
Goodwill	2,085.13	2,085.13
Other intangible assets	1,178.89	1,336.01
Right of use asset	1,205.55	652.85
Other non-financial assets	1,631.42	601.63
	11,320.42	10,565.13
TOTAL ASSETS	11,61,956.64	9,20,474.41
LIABILITIES AND EQUITY		
LIABILITIES		
Financial liabilities		
Derivative financial instruments	298.65	227.59
Trade payables	-	-
Total outstanding dues of micro and small enterprises	-	-
Total outstanding dues of creditors other than micro and small enterprises	13,588.16	10,642.39
Debt securities	1,41,372.46	1,22,431.55
Borrowings (other than debt securities)	7,63,403.14	5,77,029.86
Subordinated liabilities	-	3,995.07
Other financial liabilities (including lease liabilities)	14,284.24	9,780.97
	9,32,946.65	7,24,107.43
Non-financial liabilities		
Provisions	2,782.77	2,693.44
Other non-financial liabilities	1,191.89	958.45
	3,974.66	3,651.89
EQUITY		
Equity share capital	8,938.54	8,903.13
Instruments entirely equity in nature	8,264.64	8,264.64
Other equity	2,07,832.15	1,75,547.32
	2,25,035.33	1,92,715.09
TOTAL LIABILITIES AND EQUITY	11,61,956.64	9,20,474.41

See accompanying notes to the standalone financial results



Northern Arc Capital Limited
CIN: U65910TN1989PLC017021

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

Statement of audited standalone financial results of Northern Arc Capital Limited (the "Company") for the quarter and year ended March 31, 2024
Statement of Standalone Cashflows

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

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
A Cash flow from operating activities		
Profit before tax	37,542.23	30,304.94
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation and amortisation expenses	1,467.03	1,026.14
Write off of intangible assets under development	18.59	-
Interest income on loans, fixed deposits and investments	(1,69,934.25)	(1,12,255.24)
Unrealised (gain)/ loss on investments	123.07	1,335.97
Gain on investment in mutual funds	(409.27)	(720.30)
Profit on sale of investments	(1,100.67)	(1,680.78)
Impairment on financial instruments	(19,974.42)	3,894.37
Bad debts written off	32,287.94	-
Employee share based payment expenses	1,735.92	148.75
Amortisation of discount on commercial papers	1,826.37	1,037.81
Finance costs	70,759.98	54,652.90
(Profit)/ loss on sale of plant, property and equipments	0.85	(23.87)
Interest on income tax refund	-	(143.54)
Net gain on derecognition of financial assets	(4,742.54)	(2,034.23)
(Gain)/ loss on account of lease foreclosed	(1.13)	-
Cash used in operations before working capital changes and adjustments	(50,400.30)	(24,457.08)
Changes in working capital and other changes:		
(Increase) / Decrease in other financial assets	(4,624.21)	2,672.60
(Increase) / Decrease in trade receivables	453.15	(72.69)
(Increase) / Decrease in loans	(3,66,928.26)	(1,97,744.79)
(Increase) / Decrease in other non financial assets	(1,029.79)	1,356.80
(Increase) / Decrease in other bank balances	(3,665.44)	(9,792.93)
Increase / (Decrease) in other financial liabilities	3,947.59	4,182.03
Increase / (Decrease) in other non-financial liabilities	233.44	532.70
Increase / (Decrease) in trade payables and provisions	3,133.33	5,273.64
Cash used in operations before adjustments	(4,18,880.49)	(2,18,049.72)
Proceeds from de-recognition of financial assets	1,01,292.05	38,538.00
Recovery from written off assets	22,544.38	-
Interest income received on loans, fixed deposits and investments	1,64,165.32	1,12,273.53
Finance cost paid	(73,866.56)	(54,542.00)
Income tax paid (net)	(9,267.58)	(7,414.77)
Net cash flow generated from / (used in) operating activities	(A) (2,14,012.88)	(1,29,194.96)
B Cash flows from investing activities		
Purchase of Property, plant and equipment (net of proceeds)	(1,069.76)	(1,162.05)
Purchase of investments	(7,02,807.95)	(6,84,016.85)
Proceeds from sale of investments	7,09,319.00	6,79,278.39
Investment in Associate	(449.13)	(494.40)
Investment in subsidiary	(50.00)	-
Payment towards acquisition of specified assets and liabilities (net of cash)	-	(11,162.91)
Payment towards transfer of specified assets and liabilities to subsidiary (net of cash)	-	(279.55)
Net cash generated from / (used in) investing activities	(B) 4,942.16	(17,837.37)
C Cash flow from financing activities		
Proceeds from issue of debt securities	84,426.00	87,710.00
Repayment of debt securities	(63,589.70)	(99,890.78)
Proceeds from borrowings (other than debt securities)	7,70,863.11	4,13,787.51
Repayment of borrowings (other than debt securities)	(5,82,877.43)	(3,04,804.91)
Repayment of subordinated liabilities	(3,995.07)	-
Payment of principal portion of lease liabilities	(492.22)	(261.85)
Payment of interest on lease liabilities	(122.85)	(91.95)
Share application money received pending allotment	83.76	-
Proceeds from issue of equity share capital including securities premium	496.96	131.24
Net cash generated from financing activities	(C) 2,04,792.56	96,579.26
Net increase in cash and cash equivalents	(A+B+C) (4,278.16)	(50,453.07)
Cash and cash equivalents at the beginning of the year	20,401.99	70,421.30
Additions on acquisition of specified assets and liabilities	-	433.76
Cash and cash equivalents at the end of the year	16,123.83	20,401.99



Northern Arc Capital Limited
CIN: U65910TN1989PLC017021

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

Statement of audited standalone financial results of Northern Arc Capital Limited (the "Company") for the quarter and year ended March 31, 2024

Notes:

- Northern Arc Capital Limited ("the Company") is a Non-Deposit taking Systemically Important Non-Banking Financial Company (NBFC-ND-SI), registered with the Reserve Bank of India ("the RBI"). The audited standalone financial results have been prepared in accordance with Indian Accounting Standards ("Ind AS") as per the Companies (Indian Accounting Standard) Rules, 2015 as amended from time to time, notified under section 133 of the Companies Act 203 ('the Act') and other relevant provisions of the Act and in compliance with Regulation 52 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended. Any application guidance/ clarifications/ directions issued by Reserve Bank of India (RBI) are implemented as and when they are issued/ becomes applicable. The statement of audited standalone financial results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at their meetings held on May 29, 2024. The audited standalone financial results have been subjected to audit by the statutory auditors of the Company.
- The Reserve Bank of India (RBI) vide instruction RBI/2023-24/90 DOR.STR.REC.58/21.04.048/2023-24 dated December 19, 2023 which it further clarified vide its RBI/2023-24/140 DOR.STR.REC.85/21.04.048/2023-24 dated March 27, 2024 with regard to restriction of Investment in Alternative Investment Funds (AIF) by Regulated Entities (RE) ("RBI Instruction"), required entities regulated by RBI to liquidate investments in AIFs which had downstream investments in any debtor company of the regulated entity within a period of 30 days.
The Company has taken active steps to comply with such instructions and has taken the following actions by March 31, 2024:
a. liquidated units in AIFs amounting to Rs 11,415.31 Lakhs to third parties;
b. sold subordinated units held by it in AIF aggregating Rs 10,800 Lakhs to its wholly owned subsidiary Northern Arc Investment Managers Private Limited (NAIM) (a SEBI regulated and RBI non-regulated entity) which were funded by way of a loan extended by the Company to NAIM, with necessary approvals from the Company's Board of Directors. The Company's investments in units of AIFs managed by such wholly owned subsidiary, substantially comprise investments in subordinate unit class of AIFs, being sponsor class units as required by applicable regulations by the Securities Exchange Board of India;
c. and made a provision of Rs 224 Lakhs in respect of those investment remaining as unsold as required by Reserve Bank of India by the required timeline;
As at March 31, 2024, the Company does not hold any investments in AIF which will require any additional provision. Further, loans or equity given to its subsidiary which is not an RBI regulated entity are considered in net owned fund computation considered for capital adequacy ratio of the Company. Based on the above actions and relevant legal and regulatory clarifications obtained through correspondence, the Company is of the view that it is fully compliant with the requirement of the RBI circular on investments in AIF.

- During the year ended March 31, 2024, pursuant to Northern Arc Employee Stock Option Scheme, 2016 and Northern Arc Employee Stock Option Scheme, 2018, the Board of Directors allotted 3,54,127 fully paid-up equity shares of Rs 10 each at an aggregate premium of Rs 687.38 Lakhs. Additionally, during the year ended March 31, 2024, the Company have approved grants of new ESOP schemes. No options are allotted or exercised from these grants.
- Details of loans transferred/ acquired during the year ended March 31, 2024 under Master Directions RBI (Transfer of Loan Exposures) Directions, 2021 dated September 24, 2021 are given below:

Details of loans not in default transferred / acquired through assignment:

Particulars	Loan Participation	Transferred *	Acquired	
			Retail	Non Retail
Aggregate amount of loans transferred/ acquired through assignment	-	96,549.51	15,863.82	-
Weighted average maturity (in years)	-	2.07	1.88	-
Weighted average holding period (in years)	-	0.69	0.68	-
Retention of beneficial economic interest by originator	-	11,556.56	1,762.65	-
Tangible security coverage	-	-	-	-
Rating-wise distribution of related loans	-	-	-	-

* Represents the amount of assigned portfolio

The Company has not acquired any stressed loans.

- Disclosure as per format prescribed under notification RBI/2020-21/16 DOR No BP BC/3/21/04 048/2020-21 dated August 06, 2020 and RBI/2021-22/31/DOR.STR.REC.11/21.04.048/2021-22 dated May 5, 2021 for the year ended March 31, 2024 (borrowers who has been provided restructuring under RBI Resolution Framework - 2.0):

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan - Position as at the end of the previous half-year	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan - Position as at the end of this half-year
	(A)	(B)	(C)	(D)	(E)
Personal Loans	-	-	-	-	-
Corporate persons	-	-	-	-	-
Of which, MSMEs	0.86	-	-	0.86	-
Others	-	-	-	-	-
Total	0.86	-	-	0.86	-

- All secured listed non-convertible debentures issued by the 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 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 year ended March 31, 2024 is attached as Annexure 1.
- Based on the approval of the Board of Directors of the Company in their meeting held on February 2, 2024, the Company has filed the draft red herring prospectus dated February 2, 2024 with the Securities and Exchange Board of India, pursuant to Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations 2018, as amended in connection with the initial public offering of equity shares of Rs. 10 each of the Company.
- The Company is primarily in the business of financing and accordingly there are no separate reportable segments in accordance with IND AS 108, on "Operating Segments" in respect of the Company. The Company operates in a single geographical segment, i.e., India.
- Figures for the quarter ended March 31, 2024 are derived by deducting the reported year to date figures for the period ended December 31, 2023 which were subject to limited review, from audited figures for the year ended March 31, 2024. Figures for the quarter ended March 31, 2023 are derived by deducting the reported year to date figures for the period ended December 31, 2022 which were subject to limited review, from audited figures for the year ended March 31, 2023.

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

Ashish Mehrotra
Managing Director & CEO

Place: Mumbai
Date: May 29, 2024



Northern Arc Capital Limited
CIN: U65910TN1989PLC017021
Regd. Office: IITM Research Park, Phase 1, 10th Floor, Kanasgam Village, Taramani, Chennai - 600 113

Statement of audited standalone financial results of Northern Arc Capital Limited (the "Company") for the quarter and year ended March 31, 2024

Annexure I:

1 Analytical ratios / disclosures required under Regulation 52 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015

Particulars	Ref	As at	
		31 March 2024	31 March 2023
Debt-equity ratio	1.1	4.02	3.65
Total debts to total assets	1.2	0.78	0.76
Net worth (amount in lakhs)	1.3	2,25,035.33	1,92,715.09
Capital redemption reserve (amount in lakhs)		2,660.00	2,660.00
Gross stage 3 assets ratio	1.4	0.47%	0.76%
Net stage 3 assets ratio	1.5	0.09%	0.36%
Capital adequacy ratio (CRAR)	1.6	18.26%	20.77%
Asset cover over listed non-convertible debentures	1.7	1.15	1.14

Particulars	Ref	Quarter ended			Year ended	
		31 March 2024	31 December 2023	31 March 2023	31 March 2024	31 March 2023
Net profit margin (%)	1.8	17.32%	12.71%	25.01%	16.24%	17.05%

- 1.1 Debt-equity ratio is (debt securities+borrowings (other than debt securities)+subordinated liabilities) / net worth i.e. equity share capital + instruments entirely equity in nature + other equity
- 1.2 Total debts to total assets is debt securities, borrowings (other than debt securities) and subordinated liabilities / total assets
- 1.3 Net worth is equal to equity share capital + instruments entirely equity in nature + other equity
- 1.4 Gross stage 3 assets ratio is gross stage 3 (loans+investments) / gross loans + investments
- 1.5 Net stage 3 assets ratio is gross stage 3 (loans and Investments) less impairment loss allowance for stage 3 (loans and investments)/gross (loans and investments) less impairment allowance for stage 3 (loans and investments)
- 1.6 Capital adequacy ratio or capital-to-risk weighted assets ratio (CRAR) is computed by dividing company's Tier I and Tier II capital by risk weighted assets.
- 1.7 Asset cover over listed non-convertible debentures represents the number of times the listed non-convertible debentures is covered through the loans and investments provided as security.
- 1.8 Net profit margin (%) is total comprehensive income for the period, net of income tax / total income

Other ratios / disclosures such as debt service coverage ratio, interest service coverage ratio, outstanding redeemable preference shares (quantity and value), capital redemption reserve/debenture redemption reserve, current ratio, long term debt to working capital, bad debts to account receivable ratio, current liability ratio, debtors turnover, inventory turnover and operating margin (%) are not applicable / relevant to the Company and hence not disclosed.



Independent Auditor's Report on the Annual Consolidated Financial Results of the Company Pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To
The Board of Directors of
Northern Arc Capital Limited,

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying statement of consolidated financial results of Northern Arc Capital Limited ("Holding Company"), its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and its associate for the year ended March 31, 2024 ("Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 52 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 and based on the consideration of the reports of the other auditors on separate audited financial statements of the subsidiaries and associate, the Statement:

- i. includes the results of the entities listed in Annexure 1;
- ii. are presented in accordance with the requirements of the Listing Regulations in this regard; and
- iii. gives a true and fair view in conformity with 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, 2024.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013, as amended ("the 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 and its associate in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements 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 obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Consolidated Financial Results

The 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 the Statement that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group including its associate in accordance with the applicable 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 52 of the Listing Regulations. The respective Board of Directors of the companies included in the Group and of its associate are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of their respective companies 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 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 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 and of its associate are responsible for assessing the ability of their respective companies to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the 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 and of its associate are also responsible for overseeing the financial reporting process of their respective companies.

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 is 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 the 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 ability of the Group and its associate 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 and its associate 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 and its associate of which we are the independent auditors to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the Statement of which we are the independent auditors. For the other entities included in the Statement, which have been audited by other



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities 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.

Other Matter

The accompanying Statement includes the audited financial statements, in respect of:

- Four subsidiaries, whose financial statements include total assets of Rs 7,107.15 Lakhs as at March 31, 2024, total revenues of Rs 11,027.72 Lakhs, total net profit after tax of Rs. 2,209.60 Lakhs, total comprehensive income of Rs. 2,293.86, for the year ended on that date respectively, and net cash inflows of Rs. 1,158.53 Lakhs for the year ended March 31, 2024, as considered in the Statement which have been audited by their respective independent auditors.
- One associate, whose financial statements include Group's share of net loss of Rs. 216.08 Lakhs and Group's share of total comprehensive loss of Rs. 216.89 Lakhs, for the year ended March 31, 2024 respectively, as considered in the Statement, whose financial statements have been audited by their respective independent auditors.

The independent auditor's report on the financial statements of these entities have been furnished to us by the Management and our opinion on the Statement in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associate is based solely on the reports of such auditors and the procedures performed by us as stated in paragraph above.

Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

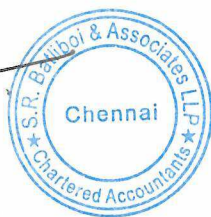
ICAI Firm Registration Number: 101049W/E300004



per Bharath N S

Partner

Membership No.: 210934



UDIN: 24210934BKFUNK6442

Place: Chennai

Date: May 29, 2024

S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

Annexure 1 - List of entities included in the consolidated financial results of Northern Arc Capital Limited

Holding Company:

Northern Arc Capital Limited

Subsidiaries:

Northern Arc Investment Managers Private Limited

Northern Arc Investment Advisers Private Limited

Pragati Finserv Private Limited

Northern Arc Securities Private Limited

Northern Arc Foundation

Northern Arc Employee Welfare Trust

IFMR FImpact Long Term Credit Fund (Subsidiary till November 21, 2023)

Associates:

Finreach Solutions Private Limited

Northern Arc Emerging Corporates Bond Fund Trust (Associate till April 26, 2023)

IFMR FImpact Long Term Credit Fund (Associate w.e.f November 22, 2023 till January 12, 2024)



Northern Arc Capital Limited
CIN: U65910TN1989PLC017021

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

Statement of audited consolidated financial results of Northern Arc Capital Limited (the Holding Company) for the year ended March 31, 2024

Statement of consolidated financial results for the year ended 31 March 2024

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

Particulars	Year ended	
	31 March 2024	31 March 2023
	Audited	Audited
Revenue from operations		
Interest income	1,71,211.16	1,14,838.77
Fee and commission income	8,492.77	8,561.60
Net gain on fair value changes	4,561.95	5,062.45
Net gain on derecognition of financial instruments	4,742.54	2,034.23
Total revenue from operations	1,89,008.42	1,30,497.05
Other income	1,594.83	622.98
Total income	1,90,603.25	1,31,120.03
Expenses		
Finance costs	72,638.50	55,744.89
Fees and commission expense	22,081.94	12,142.03
Employee benefits expenses	24,160.72	14,892.45
Impairment on financial instruments	12,243.79	3,921.38
Depreciation and amortisation	1,694.42	1,204.43
Other expenses	15,663.06	10,905.02
Total expenses	1,48,482.43	98,810.20
Profit before share of profit/loss of associate and taxes	42,120.82	32,309.83
Share of loss from Associates	(97.21)	(187.27)
Profit before tax	42,023.61	32,122.56
Tax expense		
Current tax	10,881.12	9,702.26
Adjustment of tax relating to earlier periods	46.92	-
Deferred tax charge / (benefit)	(673.70)	(1,801.24)
Total tax expense	10,254.34	7,901.02
Profit for the year	31,769.27	24,221.54
Other comprehensive income		
Items that will not be reclassified to profit or loss in subsequent periods		
Remeasurement gain / (loss) on the defined benefit plans	116.50	80.67
Income tax relating to items that will not be reclassified to profit or loss	(29.32)	(26.59)
	87.18	54.08
Items that will be reclassified to profit or loss in subsequent periods		
Net gain/ (loss) on Financial Instruments through other comprehensive income	1,228.99	(900.02)
Income tax relating to items that will be reclassified to profit or loss	(309.34)	140.71
	919.65	(759.28)
Net gain/(loss) on effective portion of Cash Flow Hedges	1,362.19	(1,010.85)
Income tax relating to items that will be reclassified to profit or loss	(342.86)	254.44
	1,019.33	(756.41)
Share of other comprehensive income from associates	(0.81)	-
Income tax relating to items that will be reclassified to profit or loss	-	-
	(0.81)	-
Other comprehensive income for the year (net of income taxes)	2,025.35	(1,461.61)
Total comprehensive income for the year (net of income taxes)	33,794.62	22,759.93
Profit for the year attributable to		
Owners of the holding company	30,833.39	23,001.06
Non-controlling Interest	935.88	1,242.30
Other comprehensive income for the year, net of income taxes		
Owners of the holding company	2,017.01	(1,268.84)
Non-controlling Interest	8.34	(192.77)
Total comprehensive income for the year, net of income taxes		
Owners of the holding company	32,850.40	21,732.23
Non-controlling Interest	944.22	1,049.53
Earnings per equity shares, of INR 10 each [Equity shares, par value of Rs.10 each]		
Basic (in rupees)	34.61	25.85
Diluted (in rupees)	23.40	17.38
	Annualised	Annualised

See accompanying notes to the audited Consolidated financial results



Northern Arc Capital Limited
CIN: U65910TN1989PLC017021

Regd. Office: IITM Research Park, Phase I, 10th Floor, Kanagam Village, Taramani, Chennai - 600 113
Statement of audited consolidated financial results of Northern Arc Capital Limited (the Holding Company) for the year ended March 31, 2024
Statement of consolidated assets and liabilities as at March 31, 2024

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

Particulars	As at 31 March 2024 (Audited)	As at 31 March 2023 (Audited)
ASSETS		
Financial assets		
Cash and cash equivalents	17,940.08	23,233.95
Bank balances other than cash and cash equivalents	22,834.26	19,025.87
Derivative financial instruments	5,481.94	6,104.84
Trade receivables	2,534.94	2,861.42
Loans	9,20,958.93	6,88,860.57
Investments	1,78,070.50	1,76,273.36
Other financial assets	8,391.42	5,058.96
	11,56,212.07	9,21,418.97
Non-financial assets		
Current tax assets (net)	2,404.34	2,911.60
Deferred tax assets (net)	3,475.92	3,517.88
Property, plant and equipment	666.22	381.46
Intangible assets under development	231.13	98.87
Goodwill	2,347.77	2,407.02
Other intangible assets	1,179.25	1,337.09
Right of use asset	1,472.23	966.70
Investment in associates	388.65	2,726.64
Other non-financial assets	2,388.31	1,390.89
	14,553.82	15,738.15
TOTAL ASSETS	11,70,765.89	9,37,157.12
LIABILITIES AND EQUITY		
LIABILITIES		
Financial liabilities		
Derivative financial instruments	298.65	227.59
Trade payables		
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	12,848.32	10,961.19
Debt securities	1,41,372.46	1,22,431.55
Borrowings (Other than debt securities)	7,63,403.15	5,77,029.86
Subordinated liabilities	-	3,995.07
Other financial liabilities (including lease liabilities)	15,505.82	11,019.30
	9,33,428.40	7,25,664.56
Non-financial liabilities		
Provisions	3,206.48	3,335.35
Current tax liabilities (net)	461.50	-
Deferred tax liabilities (net)	71.89	20.02
Other non-financial liabilities	1,556.46	1,364.13
	5,296.33	4,719.50
EQUITY		
Equity share capital	8,938.54	8,903.13
Instruments entirely equity in nature	8,264.64	8,264.64
Other equity	2,14,235.38	1,78,374.86
Equity attributable to the equity holder of the holding company	2,31,438.56	1,95,542.63
Non-controlling interest (NCI)	602.60	11,230.43
Total equity	2,32,041.16	2,06,773.06
Total liabilities and equity	11,70,765.89	9,37,157.12

See accompanying notes to the audited consolidated financial results



Northern Arc Capital Limited
CIN: U65910TN1989PLC017021
Regd. Office: IITM Research Park, Phase I, 10th Floor, Kanagam Village, Taramani, Chennai - 600 113
Statement of audited consolidated financial results of Northern Arc Capital Limited (the Holding Company) for the year ended March 31, 2024
Statement of consolidated cash flows

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

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
A Cash flow from operating activities		
Profit before tax	42,023.61	32,122.50
Adjustments to reconcile restated profit before tax to net cash flows:		
Depreciation and amortisation expenses	1,694.42	1,204.40
Write off of intangible assets under development	18.59	768.50
Unrealised (gain)/loss on investments	572.50	258.70
Interest income on loans, fixed deposits and investments	(1,69,653.43)	(1,15,868.10)
Gain on investments in mutual fund	(1,046.17)	(776.70)
(Profit)/Loss on sale of investments	(1,175.93)	(1,680.80)
Impairment on financial instruments	(20,044.15)	3,806.80
Bad debts written off	32,287.94	85.60
Employee share based payment expenses	1,735.92	157.40
(Profit)/loss on sale of plant, property and equipments	0.85	(23.90)
(Gain)/loss on account of lease foreclosed	(1.13)	-
Amortisation of discount on commercial papers	1,826.37	-
Share of loss of Associate	97.21	187.30
Interest on income tax refund	-	(149.80)
Net gain on derecognition of financial assets	(4,742.54)	(2,034.20)
Finance costs	<u>70,838.64</u>	<u>55,744.90</u>
Cash used in operations before working capital changes and adjustments	(45,567.30)	(26,197.40)
Changes in working capital and other changes:		
(Increase) / Decrease in other financial assets	(2,076.75)	232.80
(Increase) / Decrease in trade receivables	932.10	(940.20)
(Increase) / Decrease in loans	(3,56,829.95)	(1,98,579.60)
(Increase) / Decrease in other non-financial assets	(949.23)	1,305.80
(Increase) / Decrease in other bank balances	(3,665.44)	(9,792.90)
(Increase) / Decrease in Investments	(14,053.95)	1,424.90
(Increase) / Decrease in other financial liabilities	2,211.05	247.20
(Decrease) / Increase in other non-financial liabilities	306.67	1,353.50
(Decrease) / Increase in trade payables and provisions	<u>2,351.89</u>	<u>11,106.87</u>
Cash used in operations before adjustments	(4,17,340.91)	(2,19,838.03)
Proceeds from de-recognition of financial assets	1,01,292.05	38,538.00
Interest income received on loans, fixed deposits and investments	1,63,802.25	1,14,877.20
Recovery from written off assets	22,544.30	-
Finance cost paid	(73,866.56)	(54,542.00)
Income tax paid (net)	<u>(9,875.68)</u>	<u>(8,600.60)</u>
Net cash flow used in operating activities	(2,13,444.47)	(1,29,565.43)
B Cash flows from investing activities		
Purchase of property, plant and equipment (net of proceeds)	(1,369.88)	1,066.20
Purchase of investments	(7,04,676.81)	(6,83,601.80)
Proceeds from sale of investments	7,09,927.60	6,80,334.30
Term deposit with scheduled banks	103.11	(358.00)
Payment towards acquisition of specified assets and liabilities (net of cash)	-	(8,435.90)
Payment towards transfer of specified assets & liabilities to subsidiary (net of cash)	-	(279.60)
Investment in associate	(449.13)	(672.30)
Interest income received	69.58	-
Net cash used in investing activities	3,604.47	(11,947.10)
C Cash flow from financing activities		
Proceeds from issue of debt securities	84,426.00	87,710.00
Repayment of debt securities	(63,589.70)	(1,00,679.10)
Proceeds from borrowings (other than debt securities)	7,85,124.40	4,16,298.60
Repayment of borrowings (other than debt securities)	(5,97,309.15)	(3,08,704.50)
Repayment of Subordinated liabilities	(3,995.07)	-
Payment of principal portion of lease liabilities	(516.06)	(515.60)
Payment of interest on lease liabilities	(175.01)	(146.10)
Proceeds from issue of equity share capital including securities premium	496.96	131.20
Share application money received pending allotment	83.76	-
Distributions of surplus in funds to NCI	-	(1,299.20)
Net cash flow from/ (used in) financing activities	2,04,546.13	92,795.30
Net increase / (decrease) in cash and cash equivalents	(5,293.87)	(48,717.23)
Cash and cash equivalents at the beginning of the year	23,233.95	71,517.38
Additions on acquisition of specified assets and liabilities	-	433.80
Cash and cash equivalents at the end of the year	17,940.08	23,233.95



Northern Arc Capital Limited

CIN: U65910TN1989PLC017021

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

Statement of audited consolidated financial results of Northern Arc Capital Limited (the Holding Company) for the year ended March 31, 2024

Notes:

- 1 These audited consolidated financial results of the Holding Company and its subsidiaries (together referred to as "the Group") and associate have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time, notified under Section 133 of the Companies Act, 2013, (the "Act") and other relevant provisions of the Act and in compliance with Regulation 52 of the SEBI (Listing Obligation and Disclosure Requirements) 2015, as amended. Any application guidance / clarifications / directions issued by Reserve Bank of India (RBI) are implemented as and when they are issued / becomes applicable.

The statement of audited consolidated financial results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at their meetings held on May 29, 2024. The audited consolidated financial results have been subjected to audit by the statutory auditors of the Company.
- 2 The Reserve Bank of India (RBI) vide instruction RBI/2023-24/90 DOR.STR.REC.58/21.04.048/2023-24 dated December 19, 2023 which it further clarified vide its RBI/2023-24/140 DOR.STR.REC.85/21.04.048/2023-24 dated March 27, 2024 with regard to restriction of Investment in Alternative Investment Funds (AIF) by Regulated Entities (RE) ("RBI Instruction"), required entities regulated by RBI to liquidate investments in AIFs which had downstream investments in any debtor company of the regulated entity within a period of 30 days.
The Holding Company has taken active steps to comply with such instructions and has taken the following actions by March 31, 2024:
 - a. liquidated units in AIFs amounting to Rs 11,415.31 Lakhs to third parties;
 - b. sold subordinated units held by it in AIF aggregating Rs 10,800 Lakhs to its wholly owned subsidiary Northern Arc Investment Managers Private Limited (NAIM) (a SEBI regulated and RBI non-regulated entity) which were funded by way of a loan extended by the Holding Company to NAIM, with necessary approvals from the Holding Company's Board of Directors. The Holding Company's investments in units of AIFs managed by such wholly owned subsidiary, substantially comprise investments in subordinate unit class of AIFs, being sponsor class units as required by applicable regulations by the Securities Exchange Board of India;
 - c. and made a provision of Rs 224 Lakhs in respect of those investment remaining as unsold as required by Reserve Bank of India by the required timeline;As at March 31, 2024, the Holding Company does not hold any investments in AIF which will require any additional provision. Further, loans or equity given to its subsidiary which is not an RBI regulated entity are considered in net owned fund computation considered for capital adequacy ratio of the Holding Company. Based on the above actions and relevant legal and regulatory clarifications obtained through correspondence, the Holding Company is of the view that it is fully compliant with the requirement of the RBI circular on investments in AIF.
- 3 The segment reporting in accordance with Ind AS 108 on "Operating Segments" in respect of the consolidated financials results are given in Annexure I.
- 4 During the year ended 31 March 2024, pursuant to Northern Arc Employee Stock Option Scheme, 2016 and Northern Arc Employee Stock Option Scheme, 2018, the Board of Directors allotted 3,54,127 fully paid-up equity shares of Rs 10 each at an aggregate premium of Rs 687.38 Lakhs. Additionally, during the year ended March 31, 2024, the Holding Company have approved grants of new ESOP schemes. No options are allotted or exercised from these grants.
- 5 Based on the approval of the Board of Directors of the Holding Company in their meeting held on February 2, 2024, the Holding Company has filed the draft red herring prospectus dated February 2, 2024 with the Securities and Exchange Board of India, pursuant to Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations 2018, as amended in connection with the initial public offering of equity shares of Rs. 10 each of the Holding Company.

For and on behalf of the Board of Directors



Ashish Mehrotra
Managing Director & CEO

Place: Mumbai

Date: May 29, 2024



Northern Arc Capital Limited
CIN: U65910TN1989PLC017021

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

Statement of audited consolidated financial results of Northern Arc Capital Limited (the Holding Company) for the year ended March 31, 2024

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

Annexure I - Segmentwise revenue, results and capital employed for consolidated audited financial results under listing regulation, 2015

Particulars	Year ended	
	31 March 2024	31 March 2023
Segment Revenue		
Financing activity	1,84,048.11	1,25,244.95
Investment advisory services	-	35.15
Investment management services	3,550.48	4,034.78
Portfolio management services	1,628.10	2,697.40
Others	10,675.09	3,881.11
Total	1,99,901.78	1,35,893.39
Less: Intersegment revenue	(10,893.37)	(5,396.34)
Total Segment revenue	1,89,008.41	1,30,497.05
Segment Results (Profit before other income)		
Financing activity	36,515.78	29,762.41
Investment advisory services	(6.30)	9.60
Investment management services	(14.43)	1,153.23
Portfolio management services	1,392.46	2,326.18
Others	2,638.48	(589.41)
Total	40,525.99	32,662.01
Add: Other income	1,594.83	622.98
Less: Intersegment results	-	(975.15)
Less: Share of loss post tax from associate	(97.71)	(187.77)
Profit before tax	42,023.61	32,122.57
Segment assets		
Financing activity	11,47,464.99	9,01,979.04
Investment advisory services	397.55	401.07
Investment management services	16,731.92	5,974.00
Portfolio management services	-	22,881.24
Others	5,996.80	3,836.64
Unallocated	174.63	2,085.13
Total	11,70,765.89	9,37,157.12
Segment Liabilities		
Financing activity	9,35,813.53	7,26,108.68
Investment advisory services	5.66	48.82
Investment management services	1,209.81	1,315.37
Portfolio management services	-	1,036.63
Others	1,695.74	1,874.57
Total	9,38,724.74	7,30,384.07
Capital employed (Segment assets - Segment liabilities)		
Financing activity	2,11,651.46	1,75,870.36
Investment advisory services	391.89	352.25
Investment management services	15,522.11	4,658.63
Portfolio management services	-	21,844.61
Others	4,475.69	1,962.07



Date: 29th May 2024

The General Manager
Debt Listing Department
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai- 400 001

Dear Sir/Madam,

Sub: Declaration for Audit Reports with unmodified opinions

In terms of the Regulation 52(3) (a) of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, it is declared that the Auditors has expressed an Unmodified Opinion (s) on the Audited Financial Results of the Company for the year ended 31st March 2024.

Kindly take the above information on record.

Thanking You,

Yours Truly,
For Northern Arc Capital Limited

Atul Tibrewal
Chief Financial Officer

May 29, 2024

BSE Limited
Phiroze Jeejeebhoy Towers
1st Floor, Dalal Street
Mumbai- 400001

Dear Sir/Madam,

Sub: Disclosure of nature and extent of security created for the listed non-convertible debt securities of the Company as per Regulation 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Pursuant to Regulation 54 read with Regulation 56(1)(d) of SEBI LODR Regulations and SEBI Circular dated May 19, 2022, please find enclosed herewith the Security Cover certificate.

The Secured redeemable non-convertible debentures issued by the Company are secured by exclusive charge on hypothecation of specific loan receivables with a security cover of upto 115% as per the terms of issue is enclosed.

Request you to please take the above intimation on record.

Thanking you.

Yours sincerely,

For Northern Arc Capital Limited

Atul Tibrewal
Chief Financial Officer

Independent Auditor's Report on Security Cover, Compliance with all Covenants and book value of assets as at March 31, 2024 pursuant to Regulation 56(1)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) and SEBI Circular dated May 19, 2022 for submission to Catalyst Trusteeship Limited (the 'Debenture Trustee')

To
The Board of Directors
Northern Arc Capital Limited
No. 1, Kanagam Village,
10th Floor, IITM Research Park,
Taramani, Chennai - 600 113

1. This Report is issued in accordance with the terms of the service scope letter dated March 8 2024 and master engagement agreement dated October 21, 2022, as amended with Northern Arc Capital Limited (hereinafter the "Company").
2. We S.R. Batliboi & Associates LLP, Chartered Accountants, are the Statutory Auditors of the Company and have been requested by the Company to examine the accompanying Statement showing 'Security Cover as per the terms of Information Memorandum and Debenture Trust Deed, Compliance with Covenants and book value of assets' for Secured listed non-convertible debt security as at March 31, 2024 (hereinafter the "Statement") which has been prepared by the Company from the audited Standalone financial statements, underlying books of account and other relevant records and documents maintained by the Company as at and for the year ended March 31, 2024 pursuant to the requirements of the Regulation 56(1)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, and SEBI Circular dated May 19, 2022 on Revised format of security cover certificate, monitoring and revision in timelines (hereinafter the "SEBI Regulations and SEBI Circular"), and has been initialed by us for identification purpose only.

This Report is required by the Company for the purpose of submission with Catalyst Trusteeship Limited (hereinafter the "Debenture Trustee") of the Company to ensure compliance with the SEBI Regulations and SEBI Circular in respect of its secured listed non-convertible debt security (hereinafter referred to as Debentures"). The Company has issued information memorandums on various dates, in connection with the issue of such Debentures on a private placement basis (collectively referred to as "Information Memorandum") as indicated in the Statement.

Management's Responsibility

3. The preparation of the Statement is the responsibility of the Management of the Company including the preparation and maintenance of all accounting and other relevant supporting records and documents. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Statement and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.
4. The Management of the Company is responsible for ensuring that the Company complies with all the relevant requirements of the SEBI Regulations and SEBI Circular including maintenance of hundred per cent security cover or higher security cover as per the terms of Information Memorandum and Debenture Trust Deed sufficient to discharge the principal amount and the interest thereon at all times for the non-convertible debt securities issued. The management is



also responsible for providing all relevant information to the Debenture Trustee and for complying with all the covenants as prescribed in the Debenture Trust Deeds entered into between the Company and the Debenture Trustee (collectively referred to as "Debenture Trust Deed"), in relation to the Debentures issued by the Company.

Auditor's Responsibility

5. Pursuant to the requirements of the SEBI Regulations, it is our responsibility to provide a limited assurance and conclude as to whether the:
 - (a) Company has maintained hundred percent Security cover or higher Security cover as per the terms of the Information Memorandum and Debenture Trust deed; and
 - (b) Company is in compliance with all the covenants (including financial covenants) as mentioned in the Debenture Trust Deed as on March 31, 2024.
 - (c) Book values of assets as included in the Statement are in agreement with the books of account underlying the audited financial statements of the company as at March 31, 2024.
6. We have audited the financial statements of the Company for the year ended March 31, 2024 and issued an unmodified audit opinion vide our report dated May 29, 2024. Our audit of such financial statements was conducted in accordance with the Standards on Auditing and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants in India ("ICAI"). Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free from material misstatement. Further, we have not audited any financial statements of the Company as of any date or for any period subsequent to March 31, 2024.
7. We conducted our examination of the Statement in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
8. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.
9. Our scope of work did not involve us performing audit tests for the purposes of expressing an opinion on the fairness or accuracy of any of the financial information or the financial results of the Company taken as a whole. We have not performed an audit, the objective of which would be the expression of an opinion on the financial results, specified elements, accounts or items thereof, for the purpose of this report. Accordingly, we do not express such opinion.
10. A limited assurance engagement includes performing procedures to obtain sufficient appropriate evidence on the applicable criteria, mentioned in paragraph 5 above. The procedures performed vary in nature and timing from, and are less extent than for, a reasonable assurance. Consequently, the level of assurance obtained is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed. Accordingly, our procedures included the following in relation to the Statement:
 - a) Obtained and read the Information Memorandum and Debenture Trust Deed issued by the Company and noted that the Company is required to maintain security cover.
 - b) Traced and agreed the principal amount and the interest thereon of the secured listed non-convertible debt security outstanding as on March 31, 2024 to the audited financial statements of the Company and the underlying books of account maintained by the Company as on March 31, 2024.



- c) Obtained and read the list of security cover in respect of Debentures outstanding as per the Statement. Traced the value of assets from the Statement to the audited financial statements of the Company as on March 31, 2024 or books of accounts and records of the Company underlying the audited financial statements as on March 31, 2024.
- d) Obtained the list of security created in the register of charges maintained by the Company and 'Form No. CHG-1' and Form No. CHG-9, as applicable, filed with Ministry of Corporate Affairs ('MCA'). Traced the value of charge created against Assets to the Security Cover in the attached Statement.
- e) Obtained the list and value of assets placed under lien or encumbrance for the purpose of obtaining any other loan and determined that such assets are not included in the calculation of Security Cover in respect of secured listed non-convertible debt security.
- f) Examined and verified the arithmetical accuracy of the computation of Security Cover, disclosed in the accompanying Statement.
- g) Obtained the Security Cover as determined by the management and evaluated whether the listed entity is required to maintain hundred percent security cover or higher security cover required to be maintained as per Information Memorandum and Debenture Trust Deed.
- h) With respect to compliance with covenants (including financial, affirmative, reporting, information and negative covenants) included in the Statement, we have performed following procedures:
 - i. Obtained the various financial metrics forming part of the financial covenants mentioned in the Debenture Trust Deed as calculated by the management as at March 31, 2024 and compared the financial metrics with the audited financial statements to the extent directly traceable and to the financial information from the books of account underlying the audited financial statements.
 - ii. Performed necessary inquiries with the management regarding any instances of non-compliance with financial covenants or communications received from the Trustee indicating any breach of covenants during the half year ended March 31, 2024.
 - iii. Obtained the bank statements and traced on a sample basis, the date of repayment of principal and interest due during the period from October 31, 2023 to March 31, 2024
- i) With respect to covenants other than those mentioned in paragraph 10(h) above, the management has represented and confirmed that the Company has complied with all the other covenants including affirmative, information, negative and reporting covenants, as prescribed in the Debenture Trust Deed, as at March 31, 2024. We have not performed any independent procedures in this regard.
- j) Traced the book value of assets from the books of accounts of the company underlying the audited financial statements as at March 31, 2024.
- k) Performed necessary inquiries with the Management and obtained necessary representations.

Conclusion

- 11. Based on the procedures performed by us, as referred to in paragraph 10 above and according to the information and explanations received and management representations obtained, nothing has come to our attention that causes us to believe that the:
 - a) Company has not maintained hundred percent security cover or higher security cover as per the terms of the Information Memorandum and Debenture Trust deed; and



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

- b) Company is not in compliance with all the covenants (including financial covenants) as mentioned in the Debenture Trust Deed as on March 31, 2024.
- c) Book values of assets as included in the Statement are not in agreement with the books of account underlying the audited financial statements of the company as at March 31, 2024.

Restriction on Use

- 12. The Report has been issued at the request of the Company, solely in connection with the purpose mentioned in paragraph 2 above and to be submitted with the accompanying Statement to the Debenture Trustee and is not to be used or referred to for any other person. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come. We have no responsibility to update this Report for events and circumstances occurring after the date of this report.

For S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004



per Bharath N S

Partner

Membership Number: 210934

UDIN: 24210934BKFUN08161

Place of Signature: Chennai

Date: May 29, 2024





Statement on book value of assets and compliance status of financial covenants for the secured listed non-convertible securities of the Company, as at March, 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	Parl-Passu Charge	Parl-Passu Charge	Parl-Passu Charge	Assets not offered as Security	Eliminati on (amount in negative)	(Total C to H)H	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 parl passu debt holder (includes debt for which this certificate is issued & other debt with parl-passu charge)	Others assets on which there is parl-Passu Charge (excluding items covered in column F)	Debt amount considered more than once (due to exclusive plus parl 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 **	Market Value for Parl passu charge Assets	Carrying value/book value for parl 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								
ASSETS														
Property, Plant and Equipment		-	-	No	-	-	324.97	-	324.97					
Capital Wors-in-Progress		-	-	No	-	-	-	-	-					
Right of Use Assets		-	-	No	-	-	-	-	-					
Goodwill		-	-	No	-	-	1,205.55	-	1,205.55					
Intangible Assets		-	-	No	-	-	2,085.13	-	2,085.13					
Intangible Assets under Development		-	-	No	-	-	1,178.89	-	1,178.89					
Investments	Investments	3,338.90	30,800.48	No	-	-	231.13	-	231.13					
Loans	Receivable from bans	41,144.30	8,55,107.42	No	-	-	34,735.78	-	9,30,987.51		3,339.90			3,339.90
Inventories		-	-	No	-	-	-	-	-		41,144.30			41,144.30
Trade Receivables		-	-	No	-	-	-	-	-		-			-
Cash and Cash Equivalents		-	-	No	-	-	1,437.83	-	1,437.83		-			-
Bank Balances other than Cash and Cash Equivalents		-	-	No	-	-	16,123.83	-	16,123.83		-			-
Others		-	-	No	-	-	22,213.03	-	22,213.03		-			-
Total		44,484.20	8,94,997.90				2,22,474.54		11,61,956.64		44,484.20			44,484.20
LIABILITIES														
Debt securities to which this certificate pertains	Secured Non Convertible Debentures (NCDs)	38,776.60		No					38,776.60					
Other debt sharing parl-passu charge with above debt				No										
Other Debt				No										
Subordinated debt				No										
Borrowings				No										
Bank			6,23,766.40	No					6,23,766.40					
Debt Securities			59,872.21	No			42,923.61		1,02,595.86					
Others			1,39,836.74	No					1,39,636.74					
Trade payables				No			13,588.16		13,588.16					
Lease Liabilities				No			1,345.35		1,345.35					
Provisions				No			2,782.77		2,782.77					
Others				No			14,429.43		14,429.43					
Total		38,776.60	8,23,075.38				75,069.32		8,36,821.31					
Cover on Book Value *														1.35
Cover on Market Value														
		Exclusive Security Cover Ratio *	1.15		Parl-Passu Security Cover Ratio	NA								

Represents carrying value as per books of account underlying the audited standalone financial statement of the Company as at and for the year ended March 31, 2024.
 * The security cover ratio pertains to listed secured debentures. Disclosure in the statement is cumulative for all the listed secured debentures of the Company.
 ** The company carries the receivables and investments at amortised cost and fair value. Market value is not determined at every period end, and hence for the purpose of disclosure in this Statement, the carrying value of these receivables have been disclosed in Column L. The Management of the Company confirm that the Company has complied with all the Financial covenants as prescribed in the Debenture Trust Deed as at March 31, 2024 as mentioned in Table II of the Statement.

Table II - Statement of Compliance with Financial Covenants as mentioned in Debenture Trust Deed

S No	Series	ISIN	Facility	Date of Trust Deed	Face Value (in Rupees)	Covenant reference as per DTD	Compliance with Covenants	If No. Reason for Non-Compliance
1	PP-MLD 27JAN25 FVRS1000000	INE850M07426	Market Linked Debentures	28-07-2022	10,00,000	Sixth Schedule	Complied	Not applicable
2	Avendus Wealth PPMLD 25CR 26AUG22	INE850M07426	Market Linked Debentures	26-08-2022	10,00,000	Sixth Schedule	Complied	Not applicable
3	ACSYS INV NCD B 95% 29SEP2022	INE850M07442	Non-convertible Debentures	27-09-2022	10,00,000	Tenth Schedule	Complied	Not applicable
4	AVENDUS NCD 5.7 10CR 12JUN2023	INE850M07458	Non-convertible Debentures	12-06-2023	1,00,000	Fifth Schedule	Complied	Not applicable
5	IDFC NCD 175CR 28MAR2024	INE850M07467	Non-convertible Debentures	28-03-2024	1,00,000	Clause 10.3	Complied	Not applicable



Northern Arc Capital Limited

10th Floor, Phase-I, IIT-Madras Research Park, Kanagam Village, Taramani, Chennai 600 113, India
 +91 44 6668 7000 | contact@northernarc.com | northernarc.com

CIN.: U65910TN1989PLC017021

29th May 2024

BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400001

Dear Sir/Madam,

Sub: Disclosure under Regulation 52(7) and 52(7A) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, for the quarter ended 31st March 2024

As required under Regulation 52(7) and 52(7A) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby confirm the following for the quarter ended March 31, 2024:

Name of the Issuer	ISIN	Mode of Fund Raising (Public issues/Private placement)	Type of instrument	Date of raising funds	Amount raised (in crores)	Funds utilized (in crores)	Any deviation (Yes/No)	If any deviation, then specify the purpose of for which the funds were utilised	Remarks, if any
Northern Arc Capital Limited	INE850M07343	Private Placement	NCD	18-12-2020	294.9	294.9	No	NA	NIL
Northern Arc Capital Limited	INE850M07400	Private Placement	NCD	23-03-2021	180	180	No	NA	NIL
Northern Arc Capital Limited	INE850M07426	Private Placement	NCD	27-07-2022	114.1	114.1	No	NA	NIL
Northern Arc Capital Limited	INE850M07434	Private Placement	NCD	21-09-2022	395	395	No	NA	NIL
Northern Arc Capital Limited	INE850M07442	Private Placement	NCD	29-09-2022	20	20	No	NA	NIL
Northern Arc Capital Limited	INE850M07459	Private Placement	NCD	12-06-2023	100	57.1	No	NA	NIL
Northern Arc Capital Limited	INE850M07467	Private Placement	NCD	28-03-2024	175	175	No	NA	NIL

Northern Arc Capital Limited

10th Floor, Phase-I, IIT-Madras Research Park, Kanagam Village, Taramani, Chennai 600 113, India
+91 44 6668 7000 | contact@northernarc.com | northernarc.com

CIN.: U65910TN1989PLC017021

Statement of Deviation/variation in use of issue proceeds for the quarter ended March 31, 2024 :

Particulars				Remarks			
Is there a deviation/ variation in use of funds raised?				No Deviation/Variation			
Whether any approval is required to vary the objects of the issue stated in the prospectus/ offer document?				Yes			
If yes, details of the approval so required?				NA			
Date of approval				NA			
Explanation for the deviation/ variation				NA			
Comments of the audit committee after review				NA			
Comments of the auditors, if any				NIL			
Objects for which funds have been raised and where there has been a deviation/ variation, in the following table:				No Deviation / Variation			
Original Object	Modified Object, if any	Original Allocation	Modified Allocation	Funds Utilised	Amount of Deviation/ Variation for the half year according to applicable object (INR Crores and in %)	Remarks	Date of raising funds
-	-	-	-	-	-	-	-

Request you to please take the above intimation on record.

Thanking you.

Yours sincerely,

For Northern Arc Capital Limited

Atul Tibrewal
Chief Financial Officer

Northern Arc Capital Limited

10th Floor, Phase-I, IIT-Madras Research Park, Kanagam Village, Taramani, Chennai 600 113, India
+91 44 6668 7000 | contact@northernarc.com | northernarc.com

CIN.: U65910TN1989PLC017021

Date: 29th May 2024

To,
The Listing Department
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai- 400001

Dear Sir/Madam,

Subject: Large Corporate Disclosures pursuant to SEBI Circular No. SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/172 dated October 19, 2023.

Pursuant to SEBI Circular No. SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/172 dated October 19, 2023, on “revision in the framework for fund raising by issuance of debt securities by large corporates”, please take note of below mentioned details:

Sr No.	Particulars	Amount (Rs. In Crores)
1.	Outstanding Qualified Borrowings at the start of the financial year	5,520.85
2.	Outstanding Qualified Borrowings at the end of the financial year	6,766.36
3.	Highest credit rating of the company relating to the unsupported bank borrowings or plain vanilla bonds, which have no structuring/support -built in .	AA- (Double A Minus)
4.	Incremental borrowing done during the year (qualified borrowing)	4,060.10
5.	Borrowings by way of issuance of debt securities during the year	232.10

We request you to take the above on record.

For Northern Arc Capital Limited

**Atul Tibrewal
Chief Financial Officer.**



May 29, 2024

BSE Limited
Phiroze Jeejeebhoy Towers
1st Floor, Dalal Street
Mumbai- 400001

Dear Sir/Madam,

Sub: Half yearly disclosure of Related Party Transactions for the period ended March 31, 2024 under Regulation 23(9) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Pursuant to the above subject, we hereby enclose the half yearly disclosure of Related Party Transactions for period ended March 31, 2024.

Request you to please take the above intimation on record.

Thanking you.

Yours sincerely,

For Northern Arc Capital Limited

Prakash Chandra Panda
Company Secretary and Compliance Officer
M.No: A22585

Northern Arc Capital Limited

10th Floor, Phase-I, IIT-Madras Research Park, Kanagam Village, Taramani, Chennai 600 113, India
+91 44 6668 7000 | contact@northernarc.com | northernarc.com

CIN.: U65910TN1989PLC017021

NORTHERN ARC CAPITAL LIMITED
DISCLOSURE OF RELATED PARTY TRANSACTIONS FOR THE HALF YEAR ENDED March 31 2024

(Amount in Lakhs)

S No	Details of Party (listed entity /subsidiary) entering into the transaction		Details of counter party			Type of related party transaction	Value of the related party transaction as approved by the audit committee	Value of transaction during the reporting period	In case monies are due to either party as a result of the transaction	
	Name	PAN	Name	PAN	Relationship of the counterparty with the listed entity or its subsidiary				Opening balance	Closing balance
1	Northern Arc Capital Limited	AACCI0979B	Northern Arc Investment Managers Private Limited	AADCI4807P	Subsidiary	Equity Share Capital		-	361.00	361.00
						Interest Income		340.35	-	-
						Reimbursement of expenses		393.38	-	171.61
						Fee Income		404.12	-	-
						Sale of investments		10,868.76	-	-
						ESOP Issued		-2.48	-	37.49
						Term Loan taken / (Repaid) by the subsidiary		9,550.00	-	9,550.00
Cash Credit		169.25	85.00	254.25						
2	Northern Arc Capital Limited	AACCI0979B	Northern Arc Investment Adviser Services Private Limited	AADCI0867K	Subsidiary	Equity Share Capital		-	127.80	127.80
						Advance Receivable (Creditors - Related Party)		14.02	18.14	-
						ESOP Receivable		-	24.96	24.96
3	Northern Arc Capital Limited	AACCI0979B	Northern Arc Foundation	AAGCN4069H	Subsidiary	Equity Share Capital		-	1.00	1.00
						Reimbursement of Expenses		4.18	30.71	34.91
						CSR		114.00	-	-
						Transfer of Fixed Assets		-	-	-
4	Northern Arc Capital Limited	AACCI0979B	Pragati Finserv Private Limited	AALCP8092P	Subsidiary	Equity Share Capital		-	2,253.40	2,253.40
						Reimbursement of Expenses		29.70	-	-
						Advance Receivable (Creditors - Related Party)		472.56	309.85	782.41
						Interest Income		-	-	-
						Servicer Fee				884.03
						4,455.91	768.20			
5	Northern Arc Capital Limited	AACCI0979B	Northern Arc Securities Private Limited	AAICN7276Q		Equity Share Capital		50.00	100.00	150.00
						Advance Receivable (Creditors - Related Party)		0.17	8.83	9.00
8	Northern Arc Capital Limited	AACCI0979B	Dvara Solutions Private Limited	AAGCD4686E	Company with common director	ERP Expenses		84.55	-	-
9	Northern Arc Capital Limited	AACCI0979B	Finreach Solution Private Limited	AAECF3678A	Company with common director	Equity Share Capital		449.14	394.40	843.54
						Guaratee management fee		17.27	13.22	0.37
						Fee income		37.00	37.00	-
						Guarantee given		93.55	145.84	52.29
10	Northern Arc Capital Limited	AACCI0979B	Riviera Investors Private Limited	AABCR3187M	Company with common director	Term Loan		5,419.77	9,383.56	14,803.33
						Interest Income		4,547.15	65.64	80.44
						Fee Income		-0.09	0.09	-
						Cash Collateral Payable		177.38	150.00	327.38
						Guarantee given		-78.71	78.71	-
11	Northern Arc Capital Limited	AACCI0979B	Neogrowth Credit Private Limited	AABC80266D	Company with common director	Term Loan		2,085.72	8,476.78	10,562.50
						Interest Income		1,430.40	33.56	68.40
						Fee Income		165.34	0.22	4.43
						NCD Investment		3,072.80	3,492.00	6,564.80
						Interest Receivable NCD		224.19	-	68.86
						Guarantee given		-419.14	478.46	59.32

NORTHERN ARC CAPITAL LIMITED

S No	In case any financial indebtedness is incurred to make or give loans, inter-corporate deposits, advances or investments			Details of the loans, inter-corporate deposits, advances or investments				
	Nature of indebtedness (loan/ issuance of debt/ any other etc.)	Cost (see Note 7)	Tenure	Nature advance/ corporate investment (loan/ inter-deposit/ investment)	Interest Rate (%)	Tenure	Secured/ unsecured	Purpose for which the funds will be utilised by the ultimate recipient of funds (end usage)
1	Working Capital Demand Loan (Northern Arc Investment Managers Private Limited)	13.50%	Till Maturity	WCL	13.50%	NA	Unsecured	Utilisation in the normal course of business
2	Term Loan (Northern Arc Investment Managers Private Limited)	13.50%	4 Years 1 Month	Term Loan	13.50%	NA	Unsecured	Investment in AIF/Working Capital requirement
3	Equity Investment (Finreach Solution Private Limited)	NA	NA	Equity Investment	NA	NA	NA	Capital Investment
4	Term Loan (Neogrowth Credit Private Limited)	13.00%	24 months	Term Loan	13%	24 months	Secured	Utilisation in the normal course of business
5	Term Loan (Riviera Investors Private Limited)	12.00%	24 months	Term Loan	12%	24 months	Secured	Utilisation in the normal course of business