

Ref No.: NACL/09/SEP/2024-25

September 30, 2024

To, BSE Limited, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400001 Scrip Code: 544260	To, National Stock Exchange of India Ltd., Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (E) Mumbai – 400 051 Scrip Symbol: NORTHARC
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Dear Sir/Madam,

Sub: Outcome of Board meeting of Northern Arc Capital Limited (“the Company”) - Pursuant to Regulation 30, 33 and 52 read with Part A & Part B of Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Ref: Our Intimation letter (Ref No. NACL/04/SEP/2024-25) dated September 24, 2024.

With reference to above intimation, we wish to inform that, the Board of Directors at their meeting held on Monday, September 30, 2024, has considered and approved Unaudited Standalone and Consolidated Financial Results along with the Limited Review Report for the first quarter ended June 30, 2024.

Accordingly, we enclose herewith the following:

1. Unaudited Standalone & Consolidated Financial Results of the Company along with Limited Review Report issued by Statutory Auditors for the quarter ended June 30, 2024.
2. Statement containing details required under Regulation 52(4) of SEBI (LODR) Regulations, 2015 (As a part of line items along with financial results).
3. Statement indicating utilization of issue proceeds and deviation or variation in use of issue proceeds under Regulation 52(7) & 52(7A) of SEBI (LODR) Regulations, 2015 as on June 30, 2024.
4. Declaration pursuant to Regulation 54(2) and 54(3) of SEBI (LODR) Regulations, 2015 read with SEBI Circular SEBI/HO/MIRSD/MIRSD_CRADT/CIR/P/2022/67 dated May 19, 2022.

Please note that the Board meeting commenced on 03:15 P.M. (IST) and concluded at 06.30 P.M. (IST)

Northern Arc Capital Limited

Registered Office:

10th Floor, Phase-I, IIT-Madras Research Park, Kanagam Village, Taramani, Chennai - 600 113, India
+91 44 6668 7000 | contact@northernarc.com | www.northernarc.com
CIN.: U65910TN1989PLC017021

This intimation is also being uploaded on the Company's website at www.northernarc.com

You are requested to take the above on record.

Thanking you,

For Northern Arc Capital Limited



Prakash Chandra Panda
Company Secretary & Compliance Officer

CC:

Catalyst Trusteeship Limited,
GDA House, Plot No.85,
Bhusari Colony (Right),
Paud Road,
Pune 411 038.

Independent Auditor's Review Report on the Quarterly Unaudited Standalone Financial Results of Northern Arc Capital Limited (the "Company") Pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

**Review Report to
The Board of Directors
Northern Arc Capital Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Northern Arc Capital Limited (the "Company") for the quarter ended June 30, 2024 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 and 52 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. 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 Standards on Auditing 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.
4. Based on our review conducted as 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 the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004



per Bharath N S

Partner

Membership No.: 210934

UDIN: 24210934BKFUOR3936

Place: Chennai

Date: September 30, 2024



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

Particulars	Quarter ended			Year ended
	30 June 2024	31 March 2024	30 June 2023	31 March 2024
	Unaudited	(Refer Note 11)	Unaudited	Audited
Revenue from operations				
Interest income	55,213.55	50,565.35	35,894.70	1,69,934.25
Fee and commission income	804.57	1,783.78	771.96	4,243.93
Net gain on fair value changes	109.80	270.23	1,520.20	3,945.31
Net gain on derecognition of financial instruments	-	1,709.87	614.96	4,742.54
Total revenue from operations	56,127.92	54,329.23	38,801.82	1,82,866.03
Other income	422.53	1,100.76	137.07	1,565.65
Total income	56,550.45	55,429.99	38,938.89	1,84,431.68
Expenses				
Finance costs	20,922.03	20,380.81	16,380.96	72,586.35
Fees and commission expense	10,760.22	12,411.35	4,719.58	31,714.19
Employee benefits expenses	5,036.69	5,027.72	3,955.39	17,961.03
Impairment on financial instruments	5,137.41	2,461.97	3,163.41	12,313.52
Depreciation and amortisation	331.33	400.21	295.05	1,467.03
Other expenses	3,422.14	3,812.98	2,493.74	10,847.33
Total expenses	45,609.82	44,495.04	31,008.13	1,46,889.45
Profit before tax	10,940.63	10,934.95	7,930.76	37,542.23
Tax expense				
Current tax	3,599.00	2,885.07	2,149.00	10,189.07
Deferred tax charge / (benefit)	(806.15)	(144.06)	(147.82)	(663.95)
Total tax expense	2,792.85	2,741.01	2,001.18	9,525.12
Profit for the period / year	8,147.78	8,193.94	5,929.58	28,017.11
Other comprehensive income				
Items that will not be reclassified to profit or loss in subsequent periods				
Remeasurement gain / (loss) on the defined benefit plan	(2.26)	61.31	30.08	(9.04)
Income tax relating to items that will not be reclassified to profit or loss	0.57	(15.42)	(7.57)	2.28
	(1.69)	45.89	22.51	(6.76)
Items that will be reclassified to profit or loss in subsequent periods				
Net gain/ (loss) on Financial Instruments through other comprehensive income	(2,067.90)	805.61	1,157.54	1,228.99
Income tax relating to items that will be reclassified to profit or loss	520.49	(202.77)	(291.35)	(309.34)
	(1,547.41)	602.84	866.19	919.65
Net gain / (loss) on effective portion of cash flow hedges	214.24	1,014.90	(3,331.96)	1,362.19
Income tax relating to items that will be reclassified to profit or loss	(53.92)	(255.45)	838.66	(342.86)
	160.32	759.45	(2,493.30)	1,019.33
	(1,387.09)	1,362.29	(1,627.11)	1,938.98
Other comprehensive income for the period / year (net of income tax)	(1,388.78)	1,408.18	(1,604.60)	1,932.22
Total comprehensive income for the period / year (net of income tax)	6,759.00	9,602.12	4,324.98	29,949.33
Earnings per equity shares, par value of INR 10 each*				
Basic (in rupees)	9.11	9.20	6.66	31.45
Diluted (in rupees)	5.78	6.20	4.49	21.26
	*Not annualised	*Not annualised	*Not annualised	*Annualised

See accompanying notes to the unaudited standalone financial results



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 unaudited 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 2013 (the Act) and other relevant provisions of the Act and in compliance with Regulation 33 and Regulation 52 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 Reserve Bank of India (RBI) are implemented as and when they are issued becomes applicable. The statement of unaudited standalone financial results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at their meetings held on September 30, 2024. The unaudited standalone financial results have been subjected to a limited review by the statutory auditors of the Company.
- During the quarter ended June 30, 2024, the company, pursuant to the approval by the Board of Directors and its shareholders, has made private placement offer and raise funds up to INR 38,200 Lakhs by offering and issuing:
 - 84,91,648 Series C Compulsorily Convertible Preference Shares having a face value of INR 20 each for a consideration of INR 391 per share and,
 - 12,78,772 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.
- Subsequent to the quarter ended June 30, 2024, 5,10,93,024 compulsorily convertible preference shares (including 97,69,820 compulsorily convertible preference shares privately placed, as described in note 2 above), issued by the Company were converted into 52,01,624 Equity Shares of INR 10 each.
- During the quarter ended June 30, 2024, pursuant to Northern Arc Employee Stock Option Scheme, 2016 and Northern Arc Employee Stock Option Scheme, 2018, the Board of Directors allotted 74,500 fully paid-up equity shares of Rs 10 each at an aggregate premium of Rs 113.11 Lakhs. Additionally, during the quarter ended June 30, 2024, the Company have approved grants of new ESOP schemes. No options are allotted or exercised from these grants.
- Subsequent to the quarter ended June 30, 2024, the Company has completed an Initial Public Offer ("IPO") of 2,95,97,646 equity shares of face value of Rs 10 each at an issue price of Rs 263 per equity share (Rs 239 per equity share reserved for employees), comprising of offer for sale of 1,05,32,320 equity shares by selling shareholders and fresh issue of 1,90,65,326 equity shares. The equity shares of the Company were listed on BSE Limited ("BSE") and National Stock Exchange of India Limited ("NSE") on 24th September 2024.
- The submission of the unaudited standalone financial results for the quarter ended June 30, 2024 is approved by the board and submitted to the stock exchange beyond the prescribed timeline as per SEBI LODR. The Company is in the process of filing the necessary request to condone such delay in submission of financial results with the regulators' stock exchange and remitting the applicable fee/penalty. Such delay in submission of financial results is not expected to have material impact on the unaudited financial results of the Company.
- Details of loans transferred/acquired during the quarter ended June 30, 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	-	-	2,999.91	-
Weighted average maturity (in years)	-	-	1.44	-
Weighted average holding period (in years)	-	-	0.62	-
Retention of beneficial economic interest by originator	-	-	333.32	-
Tangible security coverage	-	-	-	-
Rating-wise distribution of related loans	-	-	-	-

* Represents the amount of assigned portfolio

The Company has not acquired any stressed loans

- 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 quarter ended June 30, 2024 is attached as Annexure 1.
- 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 in the standalone financial results 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.

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

Ashish Mehrotra
Managing Director & CEO

Place: Mumbai
Date: September 30, 2024



Northern Arc Capital Limited
CIN: U65910TN1989PLC017021
Regd. Office: IITM Research Park, Phase 1, 10th Floor, Kanagam Village, Taramani, Chennai - 600 113
Statement of unaudited standalone financial results of Northern Arc Capital Limited (the "Company") for the quarter ended June 30, 2024

Annexure I:

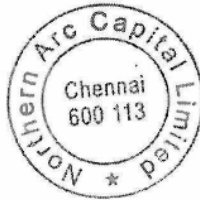
I Analytical ratios / disclosures required under Regulation 52(4) of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015

Particulars	Ref	As at	
		30 June 2024	31 March 2024
Debt-equity ratio	1.1	3.32	4.02
Total debts to total assets	1.2	0.75	0.78
Net worth (amount in lakhs)	1.3	2,70,054.93	2,25,035.34
Capital redemption reserve (amount in lakhs)		2,660.00	2,660.00
Gross stage 3 assets ratio	1.4	0.49%	0.47%
Net stage 3 assets ratio	1.5	0.12%	0.09%
Capital adequacy ratio (CRAR)	1.6	21.50%	18.26%
Asset cover over listed non-convertible debentures	1.7	1.08	1.15

Particulars	Ref	Quarter ended		Year ended	
		30 June 2024	31 March 2024	30 June 2023	31 March 2024
Net profit margin (%)	1.8	11.95%	17.32%	11.11%	16.24%

- 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
- 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 Review Report on the Quarterly Unaudited Consolidated Financial Results of Northern Arc Capital Limited (the "Company") Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

**Review Report to
The Board of Directors
Northern Arc Capital Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Northern Arc Capital Limited (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and its associate for the quarter ended June 30, 2024 (the "Statement") attached herewith, 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 (the "Listing Regulations").
2. The Holding Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Holding Company's Board of Directors. 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. 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 Standards on Auditing 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 Master Circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the entities listed in Annexure I
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The accompanying Statement includes the unaudited interim financial results and other unaudited financial information, in respect of:
 - 4 subsidiaries, whose unaudited interim financial results include total revenue of Rs 3,381.21 lakhs, total net profit after tax of Rs. 113.78 lakhs, total comprehensive income of Rs. 119.33 lakhs, for the quarter ended June 30, 2024 and the period ended on that date respectively, as considered in the Statement which have been reviewed by their respective independent auditors.
 - 1 associate, whose unaudited interim financial results include Group's share of net loss of Rs. 49.98 lakhs for the quarter ended June 30, 2024 and for the period from April 1, 2024 to June 30, 2024 respectively, as considered in the Statement whose interim financial results, other financial information have been reviewed by their respective independent auditors.



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

The independent auditor's reports on unaudited interim financial results and other unaudited financial information of these entities have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of these subsidiaries and associate is based solely on the report of such auditors and procedures performed by us as stated in paragraph 3 above.

7. The comparative financial information for the quarter ended March 31, 2024 and June 30, 2023, as reported in the Statement have been approved by the Board of Directors, but have not been subjected to review by us.

For S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004



per **Bharath N S**

Partner

Membership No.: 210934

UDIN: 24210934BKFUOS2346

Place: Chennai

Date: September 30, 2024



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

Annexure 1: List of entities included in the Unaudited Consolidated Financial Results

Subsidiary:

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



Northern Arc Capital Limited
CIN: U65910TN1989PLC017021
Regd. Office: ITM Research Park, Phase I, 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 June 30, 2024

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

Particulars	Quarter ended			Year ended
	30 June 2024	31 March 2024	30 June 2023	31 March 2024
	Unaudited	Refer Note 4	Refer Note 4	Audited
Revenue from operations				
Interest income	54,912.74	49,853.97	36,440.39	1,71,211.16
Fee and commission income	1,901.16	3,725.70	1,475.79	8,492.77
Net gain on fair value changes	960.30	1,103.29	1,601.49	4,561.95
Net gain on derecognition of financial instruments	-	1,709.87	614.96	4,742.54
Total revenue from operations	57,774.20	56,392.83	40,141.63	1,89,008.42
Other income	467.89	19.65	396.28	1,594.83
Total income	58,242.09	56,412.48	40,537.91	1,90,603.25
Expenses				
Finance costs	20,934.44	20,393.52	16,394.31	72,638.50
Fees and commission expense	7,679.32	9,511.89	2,832.87	22,081.94
Employee benefits expenses	7,041.55	6,742.56	5,363.19	24,160.72
Impairment on financial instruments	5,135.54	2,390.16	1,192.10	12,243.79
Depreciation and amortisation	387.47	465.76	343.62	1,694.42
Other expenses	4,668.79	5,595.07	3,251.13	15,665.09
Total expenses	45,847.11	45,098.96	31,377.22	1,48,482.43
Profit before share of profit/loss of associate and taxes	12,394.98	11,313.52	9,160.69	42,120.82
Share of loss from Associates	(49.95)	68.99	(7.50)	(97.21)
Profit before tax	12,345.00	11,382.51	9,153.19	42,023.61
Tax expense				
Current tax	3,700.11	2,885.27	2,231.09	10,881.12
Adjustment of tax relating to earlier periods	-	44.77	-	46.92
MAT Credit entitlement	-	1.90	-	-
Deferred tax charge (benefit)	(716.53)	(102.15)	(147.51)	(673.70)
Total tax expense	2,983.58	2,829.79	2,083.49	10,254.34
Profit for the period / year	9,361.42	8,552.72	7,069.70	31,769.27
Other comprehensive income				
Items that will not be reclassified to profit or loss in subsequent periods				
Remeasurement gain (loss) on the defined benefit plans	5.08	64.41	30.08	116.50
Income tax relating to items that will not be reclassified to profit or loss	6.57	(16.22)	(7.57)	(29.12)
	5.65	48.19	22.51	87.18
Items that will be reclassified to profit or loss in subsequent periods				
Net gain (loss) on financial instruments through other comprehensive income	(2,067.90)	581.15	1,113.13	1,228.99
Income tax relating to items that will be reclassified to profit or loss	520.49	(146.28)	(281.34)	(309.34)
	(1,547.41)	434.87	831.79	919.65
Net gain (loss) on effective portion of Cash Flow Hedges	214.24	1,362.19	(3,331.96)	1,362.19
Income tax relating to items that will be reclassified to profit or loss	(53.92)	(342.86)	838.65	(342.86)
	160.32	1,019.33	(2,493.31)	1,019.33
Share of other comprehensive income from associates	-	(0.81)	-	(0.81)
Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
	-	(0.81)	-	(0.81)
Other comprehensive income for the year / period (net of income taxes)	(1,381.44)	1,501.58	(1,649.01)	2,025.35
Total comprehensive income for the year / period (net of income taxes)	7,979.98	10,054.30	5,420.69	33,794.62
Profit for the year attributable to				
Owners of the holding company	6,349.11	8,881.02	6,768.78	30,833.39
Non-controlling Interest	12.31	(328.30)	300.92	935.88
Other comprehensive income for the year, net of income taxes				
Owners of the holding company	(1,382.17)	1,502.33	(1,624.22)	2,017.01
Non-controlling Interest	0.73	(0.75)	(24.79)	8.74
Total comprehensive income for the year, net of income taxes				
Owners of the holding company	7,966.94	10,383.35	5,144.56	32,850.40
Non-controlling Interest	13.04	(329.05)	276.13	944.22
Earnings per equity shares, of INR 10 each [Equity shares, par value of Rs.10 each]*				
Basic (in rupees)	0.46	9.66	7.62	34.61
Diluted (in rupees)	0.05	6.70	5.12	23.40
	* Not Annualised	* Not Annualised	* Not Annualised	Annualised

See accompanying notes to the unaudited Consolidated financial results



Northern Arc Capital Limited

CIN: U65910TN1989PLC017021

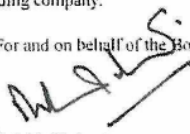
Regd. Office: ITM Research Park, Phase I, 10th Floor, Kanagam Village, Taramani, Chennai - 600 113

Statement of unaudited consolidated financial results of Northern Arc Capital Limited (the Holding Company) for the quarter ended June 30, 2024

Notes:

- 1 Further to the Initial Public Offering ("IPO") more fully described in Note 5 below, these Unaudited Consolidated Financial Results of Northern Arc Capital Limited (the "Holding Company") has been drawn up for the first time in accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ("SEBI LODR") for the quarter ended June 30, 2024 ("Unaudited Consolidated Financial Results"), have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on September 30, 2024 and have been subjected to a limited review by the statutory auditors of the Holding Company. Also refer Note 4 below.
- 2 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 II.
- 3 The Unaudited Consolidated Financial Results of the Group and associate have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 (as amended) and in terms of Regulation 33 of the SEBI LODR.
- 4 The comparative figures for the quarter ended March 31, 2024 and June 30, 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.
- 5 During the quarter ended June 30, 2024, the Holding Company, pursuant to the approval by the Board of Directors and its shareholders, has made private placement offer and raise funds up to INR 38,200 Lakhs by offering and issuing:
(i) 84,91,048 Series C Compulsorily Convertible Preference Shares having a face value of INR 20 each for a consideration of INR 391 per share and;
(ii) 12,78,772 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.
- 6 Subsequent to the quarter ended June 30, 2024, 5,10,93,024 compulsorily convertible preference shares (including 97,69,820 compulsorily convertible preference shares privately placed, as described in note 5 above), issued by the Holding Company were converted into 52,616,624 Equity Shares of INR 10 each.
- 7 Subsequent to the quarter ended June 30, 2024, the Holding Company has completed an Initial Public Offer ("IPO") of 2,95,97,646 equity shares of face value of Rs 10 each at an issue price of Rs 263 per equity share (Rs 239 per equity share reserved for employees), comprising of offer for sale of 1,05,32,320 equity shares by selling shareholders and fresh issue of 1,90,65,326 equity shares. The equity shares of the Holding Company were listed on BSE Limited ("BSE") and National Stock Exchange of India Limited ("NSE") on 24th September 2024.
- 8 The submission of the unaudited standalone financial results for the quarter ended June 30, 2024 is approved by the board and submitted to the stock exchange beyond the prescribed timeline as per SEBI LODR. The Holding Company is in the process of filing the necessary request to condone such delay in submission of the unaudited standalone financial results with the regulators - stock exchange and remitting the applicable fee / penalty. Such delay in submission of financial results is not expected to have material impact on the unaudited standalone or consolidated financial results of the Holding Company.
- 9 During the quarter ended June 30, 2024, pursuant to Northern Arc Employee Stock Option Scheme, 2016 and Northern Arc Employee Stock Option Scheme, 2018, the Board of Directors allotted 74,500 fully paid-up equity shares of Rs 10 each at an aggregate premium of Rs 113.11 Lakhs.
- 10 The segment reporting in accordance with Ind AS 108 on "Operating Segments" in respect of the consolidated financials results are given in Annexure III.
- 11 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.
- 12 Disclosures in compliance with Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter ended June 30, 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: September 30, 2024



Northern Arc Capital Limited

CIN: U65910TN1989PLC017021

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 June 30, 2024

Annexure II : 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



Northern Arc Capital Limited
CIN: U65910TN1989PLC017021

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 June 30, 2024

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

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

Particulars	Quarter ended			Year ended
	30 June 2024	31 March 2024	30 June 2023	31 March 2024
Segment Revenue				
Financing activity	56,999.66	55,296.27	38,894.29	1,84,048.11
Investment advisory services	-	(16.11)	5.27	-
Investment management services	859.98	937.35	775.23	3,550.48
Portfolio management services	-	(290.04)	570.82	1,628.10
Others	3,317.51	3,854.40	1,914.24	10,675.09
Total	61,177.15	59,781.87	42,159.85	1,99,901.78
Less: Intersegment revenue	(3,402.95)	(3,389.04)	(2,018.22)	(10,893.37)
Total Segment revenue	57,774.20	56,392.83	40,141.63	1,89,008.41
Segment Results (Profit before other income)				
Financing activity	11,391.72	10,165.50	7,886.16	36,515.78
Investment advisory services	(3.01)	(17.64)	(12.50)	(6.30)
Investment management services	(249.11)	(413.40)	32.21	(14.43)
Portfolio management services	-	(248.11)	451.37	1,392.46
Others	787.49	1,807.52	407.17	2,638.48
Total	11,927.09	11,293.87	8,764.41	40,525.99
Add: Other income	467.89	19.65	396.28	1,594.83
Less: Share of loss post tax from associate	(49.98)	68.99	(7.50)	(97.21)
Profit before tax	12,345.00	11,382.51	9,153.19	42,023.61
Segment assets				
Financing activity	11,89,017.49	11,47,464.99	9,21,516.53	11,47,464.99
Investment advisory services	396.54	397.55	381.06	397.55
Investment management services	17,165.22	16,731.92	6,730.37	16,731.92
Portfolio management services	-	-	19,750.41	-
Others	6,536.66	5,996.80	2,690.50	5,996.80
Unallocated	174.63	174.63	2,388.77	174.63
Total	12,13,290.54	11,70,765.89	9,53,457.64	11,70,765.89
Segment Liabilities				
Financing activity	9,31,502.86	9,35,813.53	7,39,776.55	9,35,813.53
Investment advisory services	1.43	5.66	50.69	5.66
Investment management services	1,037.68	1,209.81	664.27	1,209.81
Portfolio management services	-	-	739.62	-
Others	2,376.36	1,695.74	269.37	1,695.74
Total	9,34,918.33	9,38,724.74	7,41,500.50	9,38,724.74
Capital employed (Segment assets - Segment liabilities)				
Financing activity	2,57,514.63	2,11,651.46	1,81,739.98	2,11,651.46
Investment advisory services	395.11	391.89	330.37	391.89
Investment management services	16,127.54	15,522.11	6,066.10	15,522.11
Portfolio management services	-	-	19,010.79	-
Others	4,334.93	4,475.69	4,809.90	4,475.69





September 30, 2024

To,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai- 400001
Scrip Code: 544260

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(2) and 54(3) of SEBI (LODR) Regulations, 2015 read with SEBI Circular SEBI/HO/MIRSD/MIRSD_CRADT/CIR/P/2022/67 dated May 19, 2022, please find enclosed herewith the Security Cover certificate as on June 30, 2024.

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 up to 108% 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



CC:

Catalyst Trusteeship Limited,
GDA House, Plot No.85,
Bhusari Colony (Right),
Paud Road,
Pune 411 038.

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 book values of the assets and compliance with respect to financial covenants as at June 30, 2024 for submission to 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 agreement dated July 26, 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 on book value of assets and compliance status of financial covenants for secured listed non-convertible securities* of the Company, as at June 30, 2024 (hereinafter the "Statement") which has been prepared by the Company from the Board approved unaudited standalone financial results, underlying books of account and other relevant records and documents maintained by the Company as at and for the period ended June 30, 2024 pursuant to the requirements of the SEBI circular dated May 16, 2024 as amended on Revised format of security cover certificate, monitoring and revision in timelines (hereinafter the "SEBI Circular"), and has been initialed by us for identification purposes 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 Circular in respect of its secured listed non-convertible securities (hereinafter referred to as "Debentures") The Company has entered into an agreement with the Debenture Trustee (collectively referred to as "Debenture Trust Deed") in respect of such Debentures.

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 circular and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including providing all relevant information to the Debenture Trustee(s).

Auditor's Responsibility

5. It is our responsibility to provide a limited assurance and conclude as to whether the:
 - (a) Book values of assets as included in the Statement are in agreement with the books of account underlying the unaudited standalone financial results of the company as at June 30, 2024.



- (b) Company is in compliance with financial covenants as mentioned in the Debenture Trust Deed as on June 30, 2024.
6. We have performed a limited review of the unaudited standalone financial results of the Company for the quarter ended June 30, 2024, prepared by the Company pursuant to the requirements of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, and issued an unmodified conclusion dated September 30, 2024. Our review of those financial results was conducted in accordance with the 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 ("ICAI").
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"). 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 the Board approved unaudited standalone financial results of the Company for the quarter ended June 30, 2024.
- b) Traced the book value of assets with the books of accounts of the company underlying the unaudited standalone financial results.
- c) Obtained a list of financial covenants applicable to the listed debt securities.
- d) With respect to compliance with financial covenants included in the Statement, we have performed the 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 June 30, 2024 and compared the financial metrics with the unaudited standalone financial results to the extent directly traceable and to the financial information from the books of account underlying the unaudited standalone financial results.



- (ii) Performed necessary inquiries with the management regarding any instances of non-compliance with financial covenants or communications received from the Debenture trustee indicating any breach of covenants during the period ended June 30, 2024.
- (iii) The Company's standalone financial results were approved by the board and submitted to the stock exchange beyond the prescribed timeline as per SEBI LODR. Consequently, the asset cover certificate and the accompanying statement has been issued beyond the prescribed SEBI LODR timelines. Management has confirmed that there is no financial covenant breach on account of such delay.
- e) 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:
- a) The Book values of assets as included in the Statement are not in agreement with the books of account underlying unaudited standalone financial results of the company as at June 30, 2024.
 - b) Company is not in compliance with financial covenants as mentioned in the Debenture Trust Deed as on June 30, 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 NS
Partner
ICAI Membership Number: 210934
UDIN: 24210934BKFUOT8255
Place of Signature: Chennai
Date: September 30, 2024



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)	DTD reference for financial covenants as per Debenture Trustee Deed	Compliance with Financial Covenants (Refer note 1)	If No, Reason for Non-Compliance
1	PP-MLD 27 JUL 23 FVRS 103000	INE850M07426	Market Linked Debentures	28-07-2022	10,00,000	Sixth Schedule	Complied	Not applicable
2	Aventus Wealth PPMLD 25CR_26AUG22	INE850M07426	Market Linked Debentures	25-08-2022	10,00,000	Sixth Schedule	Complied	Not applicable
3	Aventus NCD 57.10CR_12JUN2023	INE850M074E9	Non-convertible Debentures	12-06-2023	1,00,000	Fifth Schedule	Complied	Not applicable
4	IDFC NCD 175CR_28MAR2024	INE850M074E7	Non-convertible Debentures	28-03-2024	1,00,000	Clause 10.3	Complied	Not applicable
5	INCD - FMO 620 Crs - Jun 2024	INE850M07475	Senior Secured Listed Rated Redeemable Non-convertible Debentures	11-06-2024	1,00,000	Part B - Clause 2.2	Complied	Not applicable

Note 1:

The Company's standalone financial results were approved by the board and submitted to the stock exchange beyond the prescribed timeline as per SEBI LODR. Accordingly, the asset cover is now annexed beyond the prescribed SEBI LODR timelines along with the standalone financial results approved by the board as on September 30, 2024. Further, there is no financial covenant breach on account of such delay.





September 30, 2024

To,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai- 400001
Scrip Code: 544260

CC:
Catalyst Trusteeship Limited
GDA House, Plot No.85,
Bhusari Colony (Right),
Paud Road,
Pune 411 038.

Dear Sir/Madam,

Sub: 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 June 30, 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 June 30, 2024.

Name of the issuer	ISIN	Mode of Fund raising (Public/Private placement)	Type of instrument	Date of raising funds	Amount of raising funds	Funds utilized	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	INE850 M07459	Private Placement	NCD	12-06-2023	32.10	32.10	No	NA	Nil
Northern Arc Capital Limited	INE850 M07459	Private Placement	NCD	12-06-2023	25.00	25.00	No	NA	Nil
Northern Arc Capital Limited	INE850 M07426	Private Placement	NCD	27-07-2022	89.10	89.10	No	NA	Nil
Northern Arc Capital Limited	INE850 M07426	Private Placement	NCD	26-08-2022	25.00	25.00	No	NA	Nil
Northern Arc Capital Limited	INE850 M07467	Private Placement	NCD	28-03-2024	150.00	137.50	No	NA	Nil
Northern Arc Capital Limited	INE850 M07467	Private Placement	NCD	28-03-2024	25.00	22.92	No	NA	Nil
Northern Arc Capital Limited	INE850 M07475	Private Placement	NCD	14-06-2024	620.00	620.00	No	NA	Nil
Northern Arc Capital Limited	INE850 M07343	Private Placement	NCD	18-12-2020	294.90	126.39	No	NA	Nil
Northern Arc Capital Limited	INE850 M07400	Private Placement	NCD	23-03-2021	180.00	108.00	No	NA	Nil
Northern Arc Capital Limited	INE850 M07434	Private Placement	NCD	21-09-2022	395.00	316.00	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 June 30, 2024:

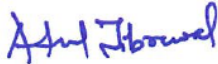
Particulars		Remarks					
Name of listed entity		Northern Arc Capital Limited					
Mode of raising funds		Private Placement					
Type of instrument		Non-convertible debentures					
Date of raising funds		As mentioned above					
Report filed for the quarter ended		June 30, 2024					
Is there a deviation/ 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?		NA					
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		NA					
Objects for which funds have been raised and where there has been a deviation/ variation, in the following table:							
Original Object	Modified Object, if any	Original Allocation	Modified Allocation	Funds utilized	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
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