

November 13, 2023

BSE Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai- 400001

Dear Sir/Madam,

**Sub: Intimation of outcome of board meeting**

Pursuant to Regulation 51(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“LODR”), we wish to inform that, the board of directors of the Company (the “Board”) at their meeting held on November 13, 2023, have *inter alia* considered and approved the following matters:

**1) Financial Results:**

The financial results of the Company for the quarter and half-year ended September 30, 2023, was considered and approved by the Board. Accordingly, please find enclosed herewith the following:

- a) Financial results as per regulation 52 of LODR along with the Limited Review Report issued by the statutory auditors of the Company.
- b) Statement of disclosure under Regulations 52(4) of LODR
- c) Statement of security cover under Regulation 54 of LODR as on September 30, 2023
- d) Statement indicating the utilization of issue proceeds of non-convertible debentures under Regulation 52(7) and 52(7A) of the LODR for the quarter ended on September 30, 2023.
- e) Related Party Disclosure for the half year ended 30<sup>th</sup> September 2023 under Regulation 23(9) of LODR.

**2) Intimation of Resignation of Ms. Bama Balakrishnan, Executive Director and Chief Operating Officer:**

We wish to inform you that Ms. Bama Balakrishnan, Executive Director & Chief Operating Officer, Northern Arc Capital Limited has resigned from the Company due to personal reasons. Ms. Bama Balakrishnan will continue to support the Company as the Chief Operating Officer of the Company till March 31, 2024.

Ms. Bama Balakrishnan will step down from the Board as Executive Director effective from 13<sup>th</sup> November 2023.

**Northern Arc Capital Limited** (Formerly known as IFMR Capital Finance Limited)

10th Floor, Phase-I, IIT-Madras Research Park, Kanagam Village, Taramani, Chennai 600 113, India  
+91 44 6668 7000 | [contact@northernarc.com](mailto:contact@northernarc.com) | [northernarc.com](http://northernarc.com)

CIN.: U65910TN1989PLC017021

**3) Intimation of Resignation of Ms. R. Srividhya, Company Secretary of the Company.**

We wish to inform that Ms. R. Srividhya, Company Secretary of Northern Arc Capital Limited has resigned from the Company due to personal reasons and will step down as Company Secretary with effect from close of business hours November 20, 2023.

Further, the Board meeting started at 4:30 pm IST and concluded at 8:00 pm IST.

Request you to kindly take the intimation on record.

Thanking you.

Yours sincerely,

**For Northern Arc Capital Limited**



**R. Srividhya  
Company Secretary**


**Northern Arc Capital Limited**  
CIN: U65910TN1989PLC017021  
Regd. Office: IITM Research Park, Phase I, 10th Floor, Kanagan Village, Taramani, Chennai - 600 113  
Statement of unaudited standalone financial results for the quarter and half year ended 30 September 2023

Particulars	(INR in Lakhs, except per equity share data)					
	Quarter ended			Six month ended		Year ended
	30 September 2023	30 June 2023	30 September 2022	30 September 2023	30 September 2022	31 March 2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Total income from Operations	42,444.58	38,801.82	30,327.46	81,246.17	58,118.44	1,25,244.95
2 Net Profit for the period (before tax, exceptional and/ or extraordinary items)	9,791.45	7,950.76	6,976.73	17,723.21	13,505.53	30,304.94
3 Net Profit for the period before tax, (after exceptional and/ or extraordinary items)	9,791.45	7,950.76	6,976.73	17,723.21	13,505.53	30,304.94
4 Net Profit for the period after tax, (after exceptional and/ or extraordinary items)	7,279.83	5,929.58	5,168.71	13,209.41	10,120.18	22,535.61
5 Total Comprehensive income for the period [Comprising profit for the period (after tax) and other comprehensive income (after tax)]	9,999.50	4,324.98	5,671.14	14,324.48	8,990.92	21,450.81
6 Paid up Equity Share Capital	8,908.51	8,905.13	8,901.45	8,908.51	8,901.45	8,902.13
7 Reserves (excluding Revaluation Reserve)	1,90,962.83	1,79,963.51	1,62,994.15	1,90,962.83	1,62,994.15	1,75,547.32
8 Securities premium	85,752.74	85,679.03	85,659.55	85,752.74	85,659.55	85,679.03
9 Net worth (Equity and preference share capital + Reserve and surplus excluding revaluation reserve)	2,08,135.98	1,97,131.08	1,80,160.22	2,08,135.98	1,80,160.22	1,92,715.09
10 Paid up Debt Capital/ Outstanding debt	-	-	-	-	-	-
11 Outstanding Redeemable Preference Shares	-	-	-	-	-	-
12 Debt Equity Ratio (Refer note b)	3.76	3.63	3.45	3.76	3.45	3.63
13 Earnings per share (of Rs. 10 each) (not annualised)						
Basic	8.17	6.66	5.81	14.83	11.58	25.34
Diluted	5.56	4.49	3.90	10.05	7.65	17.03
14 Capital Redemption Reserve	2,660.00	2,660.00	2,660.00	2,660.00	2,660.00	2,660.00
15 Debenture Redemption Reserve (Refer note c)	NA	NA	NA	NA	NA	NA
16 Debt Service Coverage Ratio (Refer note d)	NA	NA	NA	NA	NA	NA
17 Interest Service Coverage Ratio (Refer note d)	NA	NA	NA	NA	NA	NA

**Note:**

- a The Sl. No. 1 to 8 and 12 are extracts from the detailed format of Statement of standalone unaudited financial results for the quarter and half year ended 30 September 2023 filed with the stock exchange under Regulation 52 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the statement of unaudited standalone financial results for the quarter ended and half year ended 30 September 2023 are available on the websites of the stock exchange and the Company.
- b Debt equity ratio is calculated as (Long-term borrowings + Short-term borrowings) / Net worth)
- c As per Rule 18(7)(b)(ii) of Companies (Share Capital and Debenture) Rules 2014 read with the Companies Act 2013, Debenture Redemption Reserve is not required to be created for issue of privately placed debentures by Non-Banking Finance Companies registered with Reserve Bank.
- d Debt service coverage ratio and Interest service coverage ratio is not applicable for Non Banking Finance Company (NBFC) and accordingly no disclosure has been made.
- e The Standalone financial results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at their respective meetings held on November 13, 2023. This financial results have been subjected to a limited review by the statutory auditors of the Company. The auditors have issued an unmodified opinion on the financial results.
- f 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 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.
- g In terms of the requirement as per RBI notification no. RBI/ 2019/170 DOR (NBFC) CC PD No. 109/22 10.106/2019-20 dated 13 March 2020 on implementation of Indian Accounting Standards, Non Banking Financial Companies (NBFCs) are required to create an impairment reserve for any shortfall in impairment allowances under Ind AS 109 and income recognition asset classification and provisioning (IRACP) norms (including provision on standard assets). The impairment allowances under Ind AS 109 made by the Company exceeds the total provision required under IRACP (including provision on standard assets) as at 30 September 2023 and accordingly, no amount is required to be transferred to impairment reserve.
- h In compliance with Regulation 52 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations 2015, review of financial results for the quarter and half year ended 30 September 2023 has been carried out by the Statutory Auditors of the Company.
- i For the items referred in sub-clauses (a), (b), (d) of the Regulation 52 (4) of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015, the pertinent disclosures have been made to the Stock Exchanges/ Bombay Stock Exchange and National Stock Exchange of India Limited and can be accessed on the URL <https://www.northernarc.com/investor>

Place: Mumbai  
Date: 13 November 2023

  
**Ashish Mehrotra**  
Managing Director & CEO



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**Independent Auditor’s Review Report on the quarterly and year to date unaudited standalone financial results of Northern Arc Capital Limited (the “Company”) pursuant to the Regulation 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 September 30, 2023 and year to date from April 01, 2023 to September 30, 2023 (the “Statement”) attached herewith, being submitted by the Company pursuant to the requirements of Regulation 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 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: 23210934BGYJOT3810

Place: Chennai

Date: November 13, 2023



Northern Arc Capital Limited  
CIN: U65910TN1989PLC017021

Regd. Office: IITM Research Park, Phase 1, 10th Floor, Kanngam Village, Taramani, Chennai - 600 113

Statement of unaudited standalone quarterly and year to date financial results of Northern Arc Capital Limited (the "Company") for the period ended September 30, 2023

Particulars	Quarter ended			Six months period ended		Year ended
	30 September 2023	30 June 2023	30 September 2022	30 September 2023	30 September 2022	31 March 2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue from operations						
Interest income	38,704.61	55,894.70	27,393.58	74,599.31	53,634.65	1,12,355.24
Fees and commission income	1,106.82	771.96	2,170.34	1,878.78	3,054.74	5,628.15
Net gain on fair value changes	1,588.57	1,520.20	706.24	3,108.77	1,371.77	5,327.33
Net gain on derecognition of financial instruments	1,044.35	614.96	57.30	1,659.31	57.30	2,034.23
<b>Total revenue from operations</b>	<b>42,444.35</b>	<b>38,801.82</b>	<b>30,327.46</b>	<b>81,246.17</b>	<b>58,118.44</b>	<b>1,25,244.95</b>
Other income	219.12	137.07	59.84	356.19	122.84	542.53
<b>Total income</b>	<b>42,663.47</b>	<b>38,938.89</b>	<b>30,387.30</b>	<b>81,602.36</b>	<b>58,241.28</b>	<b>1,25,787.48</b>
Expenses						
Finance costs	17,425.21	16,380.96	13,743.92	33,806.17	26,299.16	55,690.71
Fees and commission expense	7,261.33	4,719.58	3,468.91	12,080.91	7,109.15	15,947.57
Impairment on financial instruments	1,346.53	3,163.41	1,071.90	4,509.94	2,542.24	3,894.37
Employee benefits expenses	4,321.33	5,955.39	2,164.99	8,276.72	4,628.07	10,957.43
Depreciation and amortisation	361.33	295.05	340.52	656.38	691.40	1,026.14
Other expenses	2,056.29	2,493.74	2,620.33	4,550.03	3,665.73	7,966.32
<b>Total expenses</b>	<b>32,872.02</b>	<b>31,008.13</b>	<b>33,410.57</b>	<b>63,880.15</b>	<b>44,735.75</b>	<b>95,482.54</b>
<b>Profit before tax</b>	<b>9,791.45</b>	<b>7,930.76</b>	<b>6,976.73</b>	<b>17,722.21</b>	<b>13,505.53</b>	<b>30,304.94</b>
Tax expense						
Current tax	2,175.00	2,149.00	2,327.00	4,324.00	4,466.00	9,487.00
Deferred tax benefit (net)	336.62	(147.82)	(518.98)	188.80	(1,080.65)	(1,717.67)
<b>Profit for the period / year</b>	<b>7,279.83</b>	<b>5,929.58</b>	<b>5,168.71</b>	<b>13,209.41</b>	<b>10,120.18</b>	<b>22,535.61</b>
Other comprehensive income						
Items that will not be reclassified to profit or loss						
Remeasurement gain / (loss) of the defined benefit plan	(76.98)	30.08	(53.00)	(46.90)	(106.00)	120.32
Income tax relating to items that will not be reclassified to profit or loss	19.37	(7.57)	13.34	11.80	26.68	(30.28)
<b>Net other comprehensive income / (deficit) not to be reclassified subsequently to profit or loss</b>	<b>(57.61)</b>	<b>22.51</b>	<b>(39.66)</b>	<b>(35.10)</b>	<b>(79.32)</b>	<b>90.04</b>
Items that will be reclassified subsequently to profit or loss						
Fair value gain / (loss) on financial instruments through other comprehensive income (net)	278.29	1,157.54	1,525.56	1,435.83	231.16	(559.17)
Income tax relating to items that will be reclassified to profit or loss	(70.05)	(291.35)	(383.98)	(361.40)	(58.18)	140.74
<b>Net gain / (loss) on effective portion of cash flow hedges</b>	<b>208.24</b>	<b>866.19</b>	<b>1,141.58</b>	<b>1,074.43</b>	<b>172.98</b>	<b>(418.43)</b>
Net gain / (loss) on effective portion of cash flow hedges	3,433.17	(3,331.96)	(801.14)	101.21	(1,634.26)	(1,010.85)
Income tax relating to items that will be reclassified to profit or loss	(864.13)	838.66	201.65	(25.47)	411.35	254.44
<b>Net other comprehensive income / (deficit) to be reclassified subsequently to profit or loss</b>	<b>2,777.28</b>	<b>(1,627.11)</b>	<b>542.09</b>	<b>1,150.17</b>	<b>(1,049.93)</b>	<b>(1,174.84)</b>
<b>Other comprehensive income for the period / year, net of income tax</b>	<b>2,719.67</b>	<b>(1,604.60)</b>	<b>502.43</b>	<b>1,115.07</b>	<b>(1,129.25)</b>	<b>(1,084.80)</b>
<b>Total comprehensive income for the period / year, net of income tax</b>	<b>9,999.50</b>	<b>4,324.98</b>	<b>5,671.14</b>	<b>14,324.48</b>	<b>8,990.93</b>	<b>21,450.81</b>
Earnings per equity share of Rs 10 each*						
Basic (in rupees)	8.17	6.66	5.81	14.83	11.38	25.34
Diluted (in rupees)	5.56	4.49	3.90	10.05	7.65	17.03
	*Not annualised	*Not annualised	*Not annualised	*Not annualised	*Not annualised	*Annualised

See accompanying notes to the unaudited 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 unaudited standalone quarterly and year to date financial results of Northern Arc Capital Limited (the  
"Company") for the period ended September 30, 2023

**Note 1: Statement of unaudited standalone assets and liability as at 30 September 2023**

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

Particulars	As at 30 September 2023 (Unaudited)	As at 31 March 2023 (Audited)
<b>ASSETS</b>		
<b>Financial assets</b>		
Cash and cash equivalents	18,291.17	20,401.99
Bank balances other than cash and cash equivalents	15,944.12	18,314.20
Derivative financial instruments	5,637.33	6,104.84
Trade receivables	1,203.55	1,890.98
Loans	8,07,044.34	6,89,030.00
Investments	1,55,255.61	1,69,665.29
Other financial assets	6,038.33	4,501.98
	<b>10,09,414.45</b>	<b>9,09,909.28</b>
<b>Non-financial assets</b>		
Current tax assets (net)	1,338.28	2,127.90
Deferred tax assets (net)	2,879.09	3,442.89
Property, plant and equipment	381.62	219.85
Right of use asset	1,285.58	652.85
Intangible assets under development	80.28	98.87
Goodwill	2,085.13	2,085.13
Other intangible assets	1,241.28	1,336.01
Other non- financial assets	811.18	601.63
	<b>10,102.44</b>	<b>10,565.13</b>
<b>TOTAL ASSETS</b>	<b>10,19,516.89</b>	<b>9,20,474.41</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
<b>Financial liabilities</b>		
Derivative financial instruments	785.09	227.59
Trade payables		
-total outstanding dues of micro and small enterprises	-	-
-total outstanding dues of creditors other than micro and small enterprises	15,361.02	10,642.39
Debt securities	1,18,465.31	1,22,431.55
Borrowings (other than debt securities)	6,63,739.41	5,77,029.86
Subordinated liabilities	-	3,995.07
Other financial liabilities	8,705.77	9,780.97
	<b>8,07,056.60</b>	<b>7,24,107.43</b>
<b>Non-financial liabilities</b>		
Provisions	3,481.22	2,693.44
Other non-financial liabilities	843.09	958.45
	<b>4,324.31</b>	<b>3,651.89</b>
<b>EQUITY</b>		
Equity share capital	8,908.51	8,903.13
Instruments entirely equity in nature	8,264.64	8,264.64
Other equity	1,90,962.83	1,75,547.32
	<b>2,08,135.98</b>	<b>1,92,715.09</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>10,19,516.89</b>	<b>9,20,474.41</b>

See accompanying notes to the unaudited standalone financial results



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Northern Arc Capital Limited  
CIN: U65910TN1989PLC017021

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

Statement of unaudited standalone quarterly and year to date financial results of Northern Arc Capital Limited (the "Company") for the period ended September 30, 2023

Note 2: Unaudited Standalone Statement of Cashflows for the six months period ended September 30, 2023

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

Particulars	For the six months period ended September 30, 2023	For the six months period ended September 30, 2022
<b>A Cash flow from operating activities</b>		
Profit before tax	17,722.21	13,503.53
<b>Adjustments for:</b>		
Depreciation and amortisation	656.38	691.40
Write off of intangible assets under development	18.59	-
Mark-to-market (gain) / loss on derivative contracts	-	(4,888.51)
Interest income on loans, fixed deposits and investments	(74,599.31)	(53,634.63)
Unrealised gain on alternative investment funds designated at fair value through profit or loss	(555.86)	2,151.42
Gain on mutual funds investments designated at fair value through profit or loss	(325.45)	(471.97)
Profit on sale of investments	(322.84)	(1,179.35)
Impairment on financial instruments	(18.99)	2,342.24
Bad debts written off	11,685.77	-
Employee share based payment expenses	1,042.12	52.14
Amortisation of discount on commercial papers	711.87	775.82
Finance costs	33,094.30	25,523.34
Interest income on income tax refund	(88.01)	-
Net gain on derecognition of financial instruments	(1,659.31)	-
Gain on account of lease foreclosed	(0.26)	-
<b>Operating profit before working capital changes</b>	<b>(12,638.79)</b>	<b>(15,132.57)</b>
<b>Changes in working capital and other changes:</b>		
(Increase) / Decrease in other financial assets	(1,532.87)	6,100.44
(Increase) / Decrease in trade receivables	687.43	130.15
(Increase) in loans	(1,56,971.97)	(56,655.00)
Decrease in other non financial assets	(209.55)	974.14
Decrease / (Increase) in other bank balances	2,364.46	(22,413.19)
Increase / (Decrease) in trade payables, other liabilities and provisions	4,574.02	(394.76)
<b>Cash used in operations before adjustments</b>	<b>(1,63,728.27)</b>	<b>(87,390.79)</b>
Proceeds from de-recognition of financial assets	32,580.11	-
Interest income received on loans, fixed deposits and investments	72,666.47	52,157.69
Finance cost paid	(34,538.57)	(26,016.52)
Income tax paid (net)	(3,534.38)	(4,573.97)
<b>Net cash flow generated from / (used in) operating activities</b>	<b>(A) (96,554.64)</b>	<b>(65,823.59)</b>
<b>B Cash flows from investing activities</b>		
Purchase of Property, plant and equipment	(1,347.08)	(2,194.12)
Purchase of mutual fund investments	(3,03,000.00)	(2,04,000.00)
Proceeds from sale of investments in Mutual fund	3,03,325.45	2,04,471.97
Investment in Associate	(175.00)	-
Purchase of investments measured at FVTPL	(6,839.10)	(10,090.35)
Purchase of investments measured at FVOCI	(64,882.64)	(1,06,794.05)
Purchase of investments measured at Amortised cost	(11,500.00)	(6,500.00)
Proceeds from sale of investments measured at FVTPL	14,469.77	14,718.24
Proceeds from sale of investments measured at FVOCI	70,768.24	90,661.46
Proceeds from sale of investments measured at Amortised cost	13,500.00	4,669.42
<b>Net cash generated from / (used in) investing activities</b>	<b>(B) 14,319.64</b>	<b>(15,057.43)</b>
<b>C Cash flow from financing activities</b>		
Proceeds from issue of debt securities	37,451.81	78,710.00
Repayment of debt securities	(42,129.92)	(70,782.38)
Proceeds from borrowings (other than debt securities)	2,14,400.00	1,61,064.63
Repayment of borrowings (other than debt securities)	(1,29,330.91)	(1,46,534.51)
Payment of principal portion of lease liabilities	(268.03)	-
Payment of interest on lease liabilities	(50.58)	(170.37)
Proceeds from issue of equity share capital including securities premium	51.81	117.70
<b>Net cash generated from financing activities</b>	<b>(C) 80,124.18</b>	<b>22,405.07</b>
<b>Net increase in cash and cash equivalents</b>	<b>(A+B+C) (2,110.82)</b>	<b>(58,475.95)</b>
Cash and cash equivalents at the beginning of the period	20,401.99	70,421.30
Cash and cash equivalents at the end of the period	<b>18,291.17</b>	<b>11,945.35</b>



Northern Arc Capital Limited  
CIN: U65910TN1989PLC017021

Regd. Office: IITM Research Park, Phase 1, 10th Floor, Kanagam Village, Taramani, Chennai - 600 113

Notes forming part of the statement of unaudited standalone quarterly and year to date financial results of Northern Arc Capital Limited (the "Company") for the period ended September 30, 2023

- 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") 34 - "Interim Financial Reporting" as prescribed under section 133 of the Companies Act 2013 (the Act) and in terms of 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. In terms of Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) 2015, this 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 13 November 2023 respectively. The unaudited standalone financial results have been subjected to a limited review by the statutory auditors of the Company.
- During the six months period ended 30 September 2023, pursuant to Northern Arc Employee Stock Option Scheme, 2016 and Northern Arc Employee Stock Option Scheme, 2018, the Board of Directors allotted 53,809 (107,000 shares during the six months period ended 30 September 2022) fully paid-up equity shares of Rs 10 each at an aggregate premium of Rs 73.71 Lakhs. Additionally, during the six months period ended September 30, 2023, the Company have approved grants of new ESOP schemes. No options are exercised / allotted from these grants.
- Disclosure as per format prescribed under notification RBI/2020-21/16 DOR.No BP BC/3/21/04 048/2020-21 dated 6 August 2020 for the six months period ended 30 September (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 (A)	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
Personal Loans	0.15	-	-	0.15	-
Corporate persons	4.34	-	-	3.48	0.86
Of which MSMEs	4.34	-	-	3.48	0.86
Others	-	-	-	-	-
<b>Total</b>	<b>4.49</b>	<b>-</b>	<b>-</b>	<b>3.63</b>	<b>0.86</b>

- Details of loans transferred/ acquired during the six months period ended September 30, 2023 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	-	30,920.50	3,765.71	-
Weighted average maturity (in years)	-	2.06	0.99	-
Weighted average holding period (in years)	-	0.61	0.52	-
Retention of beneficial economic interest by originator	-	4,264.48	418.41	-
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 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 six months period ended September 30, 2023 is attached as Annexure I
- 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.

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

Ashish Mehrotra  
Managing Director & CEO

Place: Mumbai  
Date: 13 November 2023





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

Notes forming part of the statement of unaudited standalone quarterly and year to date financial results of Northern Arc Capital Limited (the "Company") for the period ended September 30, 2023

Annexure 1:

**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 30 September 2023	As at 31 March 2023
Debt-equity ratio	1.1	3.76	3.65
Total debts to total assets	1.2	0.78	0.76
Net worth (amount in lakhs)	1.3	2,08,135.98	1,92,715.09
Capital redemption reserve (amount in lakhs)		2,660.00	2,660.00
Gross stage 3 assets ratio	1.4	0.44%	0.76%
Net stage 3 assets ratio	1.5	0.16%	0.40%
Capital adequacy ratio (CRAR)	1.6	19.92%	20.77%
Asset cover over listed non-convertible debentures	1.7	1.13	1.14

Particulars	Ref	Quarter ended		Six months period ended		Year ended
		30 September 2023	30 June 2023	30 September 2022	30 September 2022	31 March 2023
Net profit margin (%)	1.8	23.44%	11.11%	18.66%	17.55%	15.44%

- 1.1 Debt-equity ratio is (debt securities+borrowings (other than debt securities)) / net worth i.e. equity share capital + other equity
- 1.2 Total debts to total assets is debt securities and borrowings (other than debt securities) / total assets
- 1.3 Net worth is equal to equity share capital + other equity
- 1.4 Gross stage 3 assets ratio is gross stage 3 (term loans+investments) / gross term loans + investments
- 1.5 Net stage 3 assets ratio is gross stage 3 (loans and investments) less impairment loss allowance for stage 3 (term loans and investments)/gross (term loans and investments) less impairment allowance for stage 3 (term 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 term loans 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.



At



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	9.595%NACL2023	INE850M07178	Non-convertible Debentures	17-12-2018	10,00,000	Clause 11.4	Complied	Not applicable
2	PP-MLD 27JUL23 FYRS1000000	INE850M07418	Market Linked Debentures	26-05-2021	10,00,000	Clause 10.7	Complied	Not applicable
3	11.3448%NACL2024	INE850M07244	Non-convertible Debentures	27-03-2020	10,00,000	Clause 3.7	Complied	Not applicable
4	NCD BOB 10.40% SECURED	INE850M07289	Non-convertible Debentures	09-07-2020	10,00,000	Clause 3.7	Complied	Not applicable
5	PP-MLD 27JAN25 FYRS1000000	INE850M07426	Market Linked Debentures	28-07-2022	10,00,000	Sixth Schedule	Complied	Not applicable
6	Aventus Wealth PMLD 25CR -26AUG22	INE850M07426	Market Linked Debentures	26-08-2022	10,00,000	Sixth Schedule	Complied	Not applicable
7	ACSYS INV NCD 8.95% 29SEF2022	INE850M07442	Non-convertible Debentures	27-09-2022	10,00,000	Tenth Schedule	Complied	Not applicable
8	AVENDUS NCD 57.10CR 12JUN2023	INE850M07459	Non-convertible Debentures	12-06-2023	1,00,000	Fifth Schedule	Complied	Not applicable



November 13, 2023

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 30<sup>th</sup> September 2023**

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 September 30, 2023:

Name of the Issuer	ISIN	Mode of raising fund (Public issues/Private placement)	Type of instrument	Date of raising funds	Amount raised (in crores)	Funds utilized (in crores)	Any deviation (Yes/No)	If 8 then the use of funds	Remarks
Northern Arc Capital Limited	INE850M07178	Private Placement	NCD	20-12-2018	100.00	100.00	No	NA	NIL
Northern Arc Capital Limited	INE850M07244	Private Placement	NCD	30-03-2020	75.00	75.00	No	NA	NIL
Northern Arc Capital Limited	INE850M07343	Private Placement	NCD	18-12-2020	294.90	294.90	No	NA	NIL
Northern Arc	INE850M07400	Private Placement	NCD	23-03-2021	180.00	180.00	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



Capital Limited									
Northern Arc Capital Limited	INE850M07426	Private Placement	NCD	27-07-2022	114.10	114.10	No	NA	NIL
Northern Arc Capital Limited	INE850M07434	Private Placement	NCD	21-09-2022	395.00	395.00	No	NA	NIL
Northern Arc Capital Limited	INE850M07442	Private Placement	NCD	29-09-2022	20.00	20.00	No	NA	NIL
Northern Arc Capital Limited	INE850M07459	Private Placement	NCD	12-06-2023	100.00	57.10	No	NA	NIL

**Statement of Deviation/variation in use of issue proceeds for the quarter ended September' 2023 :**

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

**Northern Arc Capital Limited**

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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**

**R. Srividhya**  
**Company Secretary**

**Northern Arc Capital Limited**

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CIN.: U65910TN1989PLC017021

NORTHERN ARC CAPITAL LIMITED  
DISCLOSURE OF RELATED PARTY TRANSACTIONS FOR THE QUARTER ENDED September 30 2023



S No	Details of Party (listed entity /subsidiary) entering into the transaction		Details of counter party			Type of related party transaction (see Note 5)	Value of the related party transaction as approved by the audit committee (see Note 6a)	Value of transaction during the reporting period (see Note 6b)	In case monies are due to either party as a result of the transaction (see Note 1)	
	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 Interest Income Reimbursement of expenses Transfer of Fixed assets ESOP Issued Term Loan taken / (Repaid) by the subsidiary Cash Credit	-	22.72 -263.28 - -167.82 - -68.56	361.00 -	361.00
2	Northern Arc Capital Limited	AACCI0979B	Northern Arc Investment Adviser Services Private Limited	AADCI0867K	Subsidiary	Equity Share Capital Advance Receivable (Creditors - Related Party) ESOP Receivable	-	- -3.37 -	153.56 127.80 21.51	85.00 127.80 18.14
3	Northern Arc Capital Limited	AACCI0979B	Northern Arc Foundation	AAGCN4069H	Subsidiary	Equity Share Capital Reimbursement of Expenses CSR	-	- 9.84 199.00	1.00 20.87	1.00 30.71
4	Northern Arc Capital Limited	AACCI0979B	Pragati Finserv Private Limited	AALCP8092P	Subsidiary	Transfer of Fixed Assets Equity Share Capital Reimbursement of Expenses	-	- - -	2,253.40	2,253.40
5	Northern Arc Capital Limited	AACCI0979B	Northern Arc Securities Private Limited	AAICN7276Q	Subsidiary	Advance Receivable (Creditors - Related Party) Interest Income Servicer Fee	-287.23	5,176.34	597.08	309.85
6	Northern Arc Capital Limited	AACCI0979B	Dvara Kshetriya Gramin Financial Services Private Limited	AAACP5136B	Company with common director	Equity Share Capital Advance Receivable (Creditors - Related Party) Term Loan Receivable including other advances Interest Income -Loan Guarantee given	-	- -2,459.03 624.70 -386.14 107.55 -449.70	667.56 100.00 10,471.56 80.01 386.14	768.20 100.00 8.83 8,012.53 73.89
7	Northern Arc Capital Limited	AACCI0979B	Dvara Holdings	AACCN6770H	Company with common director	Fee Income NCD Investment Interest Receivable NCD Servicer fee Expenses	-	- - -0.47	572.71	123.01
8	Northern Arc Capital Limited	AACCI0979B	Dvara Solutions Private Limited	AAGCD4686E	Company with common director	Rent expenses ERP Expenses	-	- 105.01	-	-
9	Northern Arc Capital Limited	AACCI0979B	Finreach Solution Private Limited	AAECF3678A	Company with common director	Equity Share Capital Guarantee management fee Fee Income Guarantee given	-	175.00 - 37.00 -	394.40 13.22 37.00	569.40
10	Northern Arc Capital Limited	AACCI0979B	Riviera Investors Private Limited	AABCR3187M	Company with common director	Term Loan Interest Income Fee Income Cash Collateral Payable Guarantee given	-	3,856.22 2,134.30 - 170.00 -42.55	9,383.56 65.64 0.09 150.00 78.71	13,239.78 79.69 0.09 320.00 36.16
11	Northern Arc Capital Limited	AACCI0979B	Neogrowth Credit Private Limited	AABCB0266D	Company with common director	Term Loan Interest Income Fee Income NCD Investment Interest Receivable NCD Guarantee given	-	4,374.29 707.80 96.59 -290.00 80.49 -419.14	8,476.78 33.56 0.22 3,492.00 478.46	12,851.07 93.66 0.26 3,202.00 59.32

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)	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	Equity Investment (Pragati Finserv Private Limited)	NA	NA	Equity Investment		NA	NA	NA	Capital Investment
3	Term Loan (Dvara Kshetriya Gramin Financial Services Private Limited)	13.75%	24 months	Term Loan		14%	24 months	Secured	Utilisation in the normal course of business
4	Equity Investment (Finreach Solution Private Limited)	NA	NA	Equity Investment		NA	NA	NA	Capital Investment
5	Term Loan (Neogrowth Credit Private Limited)	13%	24 months	Term Loan		13%	24 months	Secured	Utilisation in the normal course of business
6	Riviera Investors Private Limited	12%	24 months	Term Loan		12%	24 months	Secured	Utilisation in the normal course of business

