

May 11, 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 May 11, 2023, have *inter alia* considered and approved the financial results for the year ended March 31, 2023. Accordingly, Please find enclosed herewith the following:

- a) Financial results as per regulation 52 of LODR along with Auditors' Report issued by the statutory auditors of the Company.
- b) Statement of disclosure under Regulations 52(4) of LODR.
- c) Raising of funds through issue of Non-Convertible Debenture for an amount not exceeding INR 6,000 crore during the financial year 2023-24.
- d) Statement of security cover under Regulation 54 of LODR as on March 31, 2023.
- e) 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 March 31, 2023.
- f) Related Party Disclosure for the half year ended 31st March 2023 under Regulation 23(9) of LODR.

Further, the Board meeting started at 12 noon IST and concluded at 7 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

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 Northern Arc Capital Limited 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, 2023 and for the year ended March 31, 2023 (“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, 2023 and for the year ended March 31, 2023.

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.

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, 2023 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2023 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: 23210934BGYJLY1805

Place: Chennai

Date: May 11, 2023

Statement of standalone profit and loss for the quarter and year ended 31 March 2023

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

Particulars	Quarter ended			Year ended	
	31 March 2023	31 December 2022	31 March 2022	31 March 2023	31 March 2022
	Audited (refer Note 9)	Unaudited	Audited (refer Note 9)	Audited	Audited
Revenue from operations					
Interest income	29,965.50	28,655.11	21,300.46	1,12,255.24	75,550.32
Fees and commission income	1,345.89	1,227.52	2,944.65	5,628.15	6,411.12
Net gain on fair value changes	1,254.06	2,701.50	1,675.03	5,327.33	4,749.96
Net gain on derecognition of financial instruments	1,482.77	494.16	-	2,034.23	-
Total revenue from operations	34,048.22	33,078.29	25,920.14	1,25,244.95	86,711.40
Other income	202.50	217.19	239.24	542.53	700.53
Total income	34,250.72	33,295.48	26,159.38	1,25,787.48	87,411.93
Expenses					
Finance costs	14,852.68	14,538.87	11,141.75	55,690.71	41,026.93
Fees and commission expense	4,396.74	4,441.68	1,923.59	15,947.57	5,273.22
Impairment on financial instruments	2,342.95	(790.82)	882.34	3,894.37	3,684.74
Employee benefits expenses	3,007.46	3,321.90	2,632.35	10,957.43	8,771.65
Depreciation and amortisation	136.65	198.09	316.91	1,026.14	911.82
Other expenses	1,548.89	2,751.70	2,423.79	7,966.32	5,034.73
Total expenses	26,285.37	24,461.42	19,320.72	95,482.54	64,703.09
Profit before tax	7,965.35	8,834.06	6,838.66	30,304.94	22,708.84
Tax expense					
Current tax	3,190.00	1,831.00	1,408.00	9,487.00	4,718.00
Deferred tax charge / (benefit)	(1,094.39)	457.37	857.92	(1,717.67)	1,617.91
Profit for the period / year	5,869.74	6,545.69	4,572.74	22,535.61	16,372.93
Other comprehensive income					
Items that will not be reclassified to profit or loss					
Remeasurements of the defined benefit asset/ (liability)	279.32	(53.00)	(78.10)	120.32	(171.43)
Income tax relating to items that will not be reclassified to profit or loss	(70.30)	13.34	19.66	(30.28)	43.15
Net other comprehensive income not to be reclassified subsequently to profit or loss	209.02	(39.66)	(58.44)	90.04	(128.28)
Items that will be reclassified subsequently to profit or loss					
Fair valuation of Financial Instruments through other comprehensive income (Net)	2,254.16	(3,044.49)	(520.23)	(559.17)	(1,376.89)
Income tax relating to items that will be reclassified to profit or loss	(567.38)	766.30	130.94	140.74	346.56
	1,686.78	(2,278.19)	(389.29)	(418.43)	(1,030.33)
Net movement on effective portion of Cash Flow Hedges	1,071.92	(448.51)	(1,087.47)	(1,010.85)	(2,092.39)
Income tax relating to items that will be reclassified to profit or loss	(269.80)	112.89	273.72	254.44	526.66
	802.12	(335.62)	(813.75)	(756.41)	(1,565.73)
Net other comprehensive income to be reclassified subsequently to profit or loss	2,488.90	(2,613.81)	(1,203.04)	(1,174.84)	(2,596.06)
Other comprehensive income for the period / year, net of income tax	2,697.92	(2,653.47)	(1,261.48)	(1,084.80)	(2,724.34)
Total comprehensive income for the period / year, net of income tax	8,567.66	3,892.22	3,311.26	21,450.81	13,648.59
Earnings per equity share of Rs 10 each*					
Basic (in rupees)	6.60	7.35	5.15	25.34	18.52
Diluted (in rupees)	4.45	4.95	3.46	17.03	12.43
	*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 quarterly and year to date standalone financial results of Northern Arc Capital Limited (the "Company") for the quarter and year ended 31 March 2023
Statement of Standalone Balance Sheet as at 31 March 2023

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

Particulars	As at 31 March 2023 (Audited)	As at 31 March 2022 (Audited)
ASSETS		
Financial assets		
Cash and cash equivalents	20,401.99	70,421.30
Bank balances other than cash and cash equivalents	18,314.20	8,734.44
Derivative financial instruments	6,104.84	151.85
Trade receivables	1,890.98	1,814.50
Loans	6,89,030.00	5,22,265.41
Investments	1,69,665.29	1,63,934.08
Other financial assets	4,501.98	7,067.38
	9,09,909.28	7,74,388.96
Non-financial assets		
Current tax assets (net)	2,127.90	4,056.59
Deferred tax assets (net)	3,442.89	1,360.33
Property, plant and equipment	219.85	157.86
Right of use asset	652.85	780.91
Intangible assets under development	98.87	28.44
Other intangible assets	1,336.01	940.10
Goodwill	2,085.13	-
Other non- financial assets	601.63	1,807.59
	10,565.13	9,131.82
TOTAL ASSETS	9,20,474.41	7,83,520.78
LIABILITIES AND EQUITY		
LIABILITIES		
Financial liabilities		
Derivative financial instruments	227.59	643.82
Trade payables		
-total outstanding dues of micro and small enterprises	-	-
-total outstanding dues of creditors other than micro and small enterprises	10,642.39	5,405.12
Debt securities	1,22,431.55	1,34,359.68
Borrowings (other than debt securities)	5,77,029.86	4,59,942.62
Subordinated liabilities	3,995.07	3,993.47
Other financial liabilities	9,780.97	5,598.94
	7,24,107.43	6,09,943.65
Non-financial liabilities		
Provisions	2,693.44	2,159.94
Other non-financial liabilities	958.45	425.75
	3,651.89	2,585.69
EQUITY		
Equity share capital	8,903.13	8,890.75
Instruments entirely equity in nature	8,264.64	8,264.64
Other equity	1,75,547.33	1,53,836.05
	1,92,715.09	1,70,991.44
TOTAL LIABILITIES AND EQUITY	9,20,474.41	7,83,520.78

See accompanying notes to the unaudited standalone financial results



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

Statement of quarterly and year to date standalone financial results of Northern Arc Capital Limited (the "Company") for the quarter and year ended 31 March 2023

Standalone Statement of Cashflows for the year ended March 31, 2023

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

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
A Cash flow from operating activities		
Profit before tax	30,304.94	22,708.84
Adjustments for:		
Depreciation and amortisation	1,026.14	911.82
Write off of intangible assets under development	-	71.36
Mark-to-market (gain) / loss on derivative contracts	-	(406.54)
Interest income on loans, fixed deposits and investments	(1,12,255.24)	(75,550.32)
Unrealised gain on alternative investment funds designated at fair value through profit or loss	1,335.97	(430.20)
Gain on mutual funds investments designated at fair value through profit or loss	(720.30)	(396.98)
Profit on sale of investments	(1,680.78)	(296.24)
Impairment on financial instruments (net)	3,894.37	3,684.74
Employee share based payment expenses	148.75	294.94
Amortisation of discount on commercial papers	1,037.81	1,333.65
Finance costs	54,652.90	39,693.28
Profit on sale of Property, plant and Equipment	(23.87)	-
Interest income on income tax refund	(143.54)	-
Net gain on derecognition of financial instruments	(2,034.23)	-
Lease rental concession received	-	(40.97)
Gain on account of termination of lease	-	(3.10)
Operating profit before working capital changes	(24,457.08)	(8,425.72)
Changes in working capital and other changes:		
(Increase) / Decrease in other financial assets	2,672.60	(6,190.38)
(Increase) / Decrease in trade receivables	(72.69)	(379.44)
(Increase) in loans	(1,97,744.79)	(1,49,690.25)
Decrease in other non financial assets	1,356.80	(1,634.76)
Decrease / (Increase) in other bank balances	(9,792.93)	(1,602.59)
Increase / (Decrease) in trade payables, other liabilities and provisions	9,988.38	5,953.14
Cash used in operations	(2,18,049.71)	(1,61,970.00)
Proceeds from de-recognition of financial assets recognised at amortised cost	38,538.00	-
Interest income received on loans, fixed deposits and investments	1,12,273.53	73,503.28
Finance cost paid	(54,542.00)	(39,209.22)
Income tax paid (net)	(7,414.77)	(5,272.48)
Net cash flow generated used in operating activities	(A) (1,29,194.95)	(1,32,948.42)
B Cash flows from investing activities		
Purchase of Property, plant and equipment	(1,162.05)	(877.59)
Proceeds from disposal of right of use assets	-	104.18
Purchase of mutual fund investments	(4,52,960.00)	(1,95,800.00)
Proceeds from sale of investments in Mutual fund	4,53,680.30	1,96,196.98
Investment in Subsidiary	(494.40)	-
Payment towards acquisition of business	(11,162.91)	-
Payment towards transfer of Business to Subsidiary	(279.55)	-
Purchase of investments measured at FVTPL	(5,677.11)	(1,06,676.41)
Purchase of investments measured at FVOCI	(2,18,121.15)	(1,33,783.62)
Purchase of investments measured at Amortised cost	(7,258.59)	(22,350.16)
Proceeds from sale of investments measured at FVTPL	17,477.06	1,15,837.56
Proceeds from sale of investments measured at FVOCI	2,08,121.03	88,287.38
Proceeds from sale of investments measured at Amortised cost	-	21,357.70
Net cash generated used in investing activities	(B) (17,837.37)	(37,703.98)
Cash flow from financing activities		
Proceeds from issue of debt securities	87,710.00	76,429.72
Repayment of debt securities	(99,890.78)	(1,07,360.47)
Proceeds from borrowings (other than debt securities)	4,13,787.51	3,25,100.00
Repayment of borrowings (other than debt securities)	(3,04,804.91)	(92,880.79)
Payment of lease liabilities	(353.80)	(138.45)
Proceeds from issue of equity share capital including securities premium	131.24	1,136.17
Net cash generated from financing activities	(C) 96,579.26	2,02,286.18
Net increase in cash and cash equivalents	(A+B+C) (50,453.06)	31,633.78
Cash and cash equivalents at the beginning of the year	70,421.30	38,787.52
Additions on account of business combination	433.76	-
Cash and cash equivalents at the end of the year	20,401.99	70,421.30



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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

Notes forming part of the Statement of quarterly and year to date standalone financial results of Northern Arc Capital Limited (the "Company") for the quarter and year ended March 31, 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 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 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. 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 May 11, 2023. This financial results have been subjected to audit by the statutory auditors of the Company.
- The Company had entered into a business transfer agreement with S.M.L.L.E Microfinance Limited towards purchase of specified business undertaking covering specified assets, liabilities, systems and processes for a consideration of Rs 11,162.91 Lakhs. As required by Ind AS 103 Business Combination, the Company has accounted for assets including intangibles and goodwill and liabilities of S.M.L.L.E Microfinance Limited at their respective fair values as at Acquisition Date, arising from such acquisition in the standalone financial results of the Company during the year ended 31 March, 2023.
- During the year ended 31 March 2023, pursuant to Northern Arc Employee Stock Option Scheme, 2016 and Northern Arc Employee Stock Option Scheme, 2018, the Board of Directors allotted 1,23,750 fully paid-up equity shares of Rs 10 each at an aggregate premium of Rs 168.51 Lakhs.

- Details of loans transferred/ acquired during the year ended March 31, 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	833.41	38,537.99	12,070.44	-
Weighted average maturity (in years)	3.00	1.97	1.99	-
Weighted average holding period (in years)	1.36	0.71	0.62	-
Retention of beneficial economic interest by originator	-	5,540.18	1,341.16	-
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, 2023 (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	3.50	0.47	-	2.88	0.15
Corporate persons	185.44	112.52	-	69.57	4.34
Of which, MSMEs	185.44	112.52	-	69.57	4.34
Others	-	-	-	-	-
Total	188.94	112.99	-	72.45	4.49

- 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 year ended March 31, 2023 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, 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. Figures for the quarter ended March 31, 2022 are derived by deducting the reported year to date figures for the period ended December 31, 2021 which were subject to limited review, from audited figures for the year ended March 31, 2022.
- Previous period figures have been regrouped / reclassified wherever necessary to conform with current period presentation.

Place: Chennai
Date:



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

Ashish Mehrotra
Managing Director & CEO



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	
		31 March 2023	31 March 2022
Debt-equity ratio	1.1	3.65	3.49
Total debts to total assets	1.2	0.76	0.76
Net worth	1.3	1,92,715.10	1,70,991.44
Capital redemption reserve (Amount in lakhs)		2,660.00	2,660.00
Gross Stage 3 Assets Ratio	1.4	0.77%	0.51%
Net Stage 3 Assets Ratio	1.5	0.40%	0.18%
Asset cover over listed non-convertible debentures	1.6	1.14	1.09

Particulars	Ref	Quarter ended			Year ended	
		31 March 2023	31 December 2022	31 March 2022	31 March 2023	31 March 2022
Net profit margin (%)	1.7	25.01%	11.69%	12.66%	17.05%	15.61%

- 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 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.
- 1.7 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.



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Independent Auditor’s Report on the Annual Consolidated Financial Results of the Northern Arc Capital Limited 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 associates for the year ended March 31, 2023 (“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 associates, 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, 2023.

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 and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group 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 associates 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 associates 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 associates 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 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

S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

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 results and other financial information, in respect of:

- Three subsidiaries, whose financial statements include total assets of Rs 5,399.52 lakhs as at March 31, 2023, total revenues of Rs 4,497.35 lakhs, total net loss after tax of Rs. 506.91 lakhs, total comprehensive loss of Rs. 487.60 lakhs, for the year ended on that date respectively, and net cash inflows of Rs. 167.1 lakhs for the year ended March 31, 2023, 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. 240.44 lakhs and Group's share of total comprehensive loss of Rs. 240.44 lakhs, for the year ended March 31, 2023, as considered in the Statement, whose financial statements and other financial information have been audited by their respective independent auditor.

The independent auditor's report on the financial results 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: 23210934BGYJMA8567

Place: Chennai

Date: May 11, 2023

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

IFMR FImpact Long Term Credit Fund

Northern Arc Foundation

Northern Arc Employee Welfare Trust

Associates

Finreach Solutions Private Limited

Northern Arc Emerging Corporates Bond Fund Trust



Northern Arc Capital Limited
CIN: U65910TN1989PLC017021
Regd. Office: IITM Research Park, Phase I, 10th Floor, Kanagam Village, Taramani, Chennai - 600 113
Statement of consolidated financial results of Northern Arc Capital Limited for the year ended March 31, 2023
Statement of consolidated profit and loss for the year ended 31 March 2023

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

Particulars	Year ended	
	31 March 2023	31 March 2022
	Audited	Audited
Revenue from operations		
Interest income	1,14,838.77	78,084.53
Fees and commission income	8,561.60	8,604.54
Net gain on fair value changes	5,062.45	4,264.87
Net gain on derecognition of financial instruments under amortised cost category	2,034.23	-
Total revenue from operations	1,30,497.05	90,953.94
Other income	622.98	700.53
Total income	1,31,120.03	91,654.47
Expenses		
Finance costs	55,744.89	41,067.24
Fees and commission expense	12,142.03	5,273.22
Impairment on financial instruments	3,921.38	3,650.85
Employee benefits expenses	14,892.45	9,794.17
Depreciation and amortisation	1,204.43	957.44
Other expenses	10,905.02	6,072.66
Total expenses	98,810.20	66,815.58
Share of loss from Associates	(187.27)	-
Profit before tax	32,122.56	24,838.89
Tax expense		
Current tax	9,702.26	5,050.20
Deferred tax	(1,801.24)	1,594.92
Profit for the year	24,221.54	18,193.77
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Remeasurements of the defined benefit asset/ (liability)	80.67	(195.31)
Income tax relating to items that will not be reclassified to profit or loss	(26.59)	49.17
	54.07	(146.14)
Items that will be reclassified to profit or loss		
Fair valuation of Financial Instruments through OCI (Net)	(900.02)	(1,981.66)
Income tax relating to items that will be reclassified to profit or loss	140.74	346.56
	(759.28)	(1,635.10)
Net movement on effective portion of Cash Flow Hedges	(1,010.85)	(2,092.39)
Income tax relating to items that will be reclassified to profit or loss	254.44	526.65
	(756.41)	(1,565.74)
Other comprehensive income for the year	(1,461.61)	(3,346.98)
Total comprehensive income for the year	22,759.93	14,846.79
Profit for the period attributable to		
Owners of the Company	23,001.06	17,249.97
Non-controlling Interest	1,242.30	943.80
Other comprehensive income for the year, net of tax		
Owners of the Company	(1,268.84)	(3,079.97)
Non-controlling Interest	(192.77)	(267.01)
Total comprehensive income for the year, net of tax		
Owners of the Company	21,732.23	14,170.00
Non-controlling Interest	1,049.53	676.79
Earnings per equity share of Rs 10 each		
Basic (in rupees)	25.85	19.52
Diluted (in rupees)	17.38	13.09
	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 year to date consolidated financial results of Northern Arc Capital Limited for the year ended March 31, 2023

Statement of consolidated profit and loss for the year ended 31 March 2023

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

Particulars	As at 31 March 2023 (Audited)	As at 31 March 2022 (Audited)
ASSETS		
Financial assets		
Cash and cash equivalents	23,233.95	71,517.38
Bank balances other than cash and cash equivalents	19,025.87	8,734.44
Derivative financial instruments	6,104.84	151.85
Receivables		
-Trade receivables	2,861.42	1,918.38
Loans	6,88,860.57	5,20,875.53
Investments	1,76,273.36	1,76,575.11
Other financial assets	5,058.96	6,965.42
	9,21,418.97	7,86,738.11
Non-financial assets		
Current tax assets (net)	2,911.60	4,208.70
Deferred tax assets (net)	3,517.88	1,369.07
Other non- financial assets	381.46	195.33
Property, plant and equipment	966.70	1,121.79
Other intangible assets	98.87	28.44
Intangible fixed assets under development	1,337.09	942.97
Goodwill	2,407.02	174.63
Investment in associates	2,726.64	
Other non- financial assets	1,390.89	2,632.42
	15,738.14	10,673.35
TOTAL ASSETS	9,37,157.12	7,97,411.46
LIABILITIES AND EQUITY		
LIABILITIES		
Financial liabilities		
Derivative financial instruments	227.59	643.82
Trade payables		
-total outstanding dues of micro and small enterprises	-	-
-total outstanding dues of creditors other than micro and small enterprises	10,961.20	5,581.73
Debt securities	1,22,431.55	1,34,359.68
Borrowings (Other than debt securities)	5,77,029.86	4,59,942.61
Subordinated liabilities	3,995.07	3,993.47
Other financial liabilities	11,019.30	6,694.35
	7,25,664.57	6,11,215.66
Non-financial liabilities		
Provisions	3,335.35	2,245.69
Deferred tax liabilities (net)	20.02	72.26
Other non-financial liabilities	1,364.13	666.72
	4,719.50	2,984.67
EQUITY		
Equity share capital	8,901.86	8,890.75
Instruments entirely equity in nature	8,264.64	8,264.64
Other equity	1,78,376.11	1,56,752.34
Equity attributable to the owners of the Company	1,95,542.61	1,73,907.73
Non-controlling interest	11,230.43	9,303.40
Total equity	2,06,773.05	1,83,211.13
Total liabilities and equity	9,37,157.12	7,97,411.46

See accompanying notes to the audited consolidated financial results



Northern Arc Capital Limited
CIN: U65910TN1989PLC017021

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Statement of consolidated financial results of Northern Arc Capital Limited for the year ended March 31, 2023
Statement of consolidated cash flow statement for the year ended 31 March 2023

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

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
A Cash flow from operating activities		
Profit before tax	32,122.56	24,838.89
Adjustments for:		
Depreciation and amortisation	1,351.02	957.44
Write off of intangible assets under development	-	71.36
Mark-to-market gain on derivative contracts	-	(406.54)
Unrealised (gain)/loss on alternative investment funds designated at fair value through profit or loss	258.72	(708.38)
Interest income on loans, fixed deposits and investments	(1,10,497.72)	(77,994.14)
Gain on mutual funds investments designated at fair value through profit or loss	(776.65)	(420.47)
Profit on sale of investments	(1,680.78)	(169.11)
Impairment on financial instruments (net)	3,892.37	3,650.85
Employee share based payment expenses	148.75	320.67
Profit on sale of plan, proerty and equipments	(23.87)	-
Gain on account of lease rental concession received	-	(3.10)
Gain on account of lease foreclosed	-	(40.97)
Amortisation of discount on commercial papers	1,037.81	1,333.65
Amortisation of ancillary costs relating to borrowings	-	3,077.50
Interest on income tax refund	(146.16)	-
Net gain on derecognition of financial instrument	(2,050.13)	-
Provision for leave encashment	(127.51)	-
Finance costs	50,121.10	36,656.09
Operating profit before working capital changes	(26,370.49)	(8,836.26)
Changes in working capital and other changes:		
(Increase)/Decrease in other financial assets	232.84	(6,491.45)
(Increase)/Decrease in trade receivables	(940.20)	(65.19)
Increase in loans	(1,98,579.56)	(1,50,812.33)
(Increase) / Decrease in other non-financial assets	1,306.77	(2,149.74)
(Increase) / Decrease in other bank balances	(9,792.93)	-
(Decrease) / Increase in investments	1,424.89	(1,538.49)
(Decrease) / Increase in other financial liabilities	374.73	-
(Decrease) / Increase in other non financial liabilities	1,215.53	-
(Decrease) / Increase in trade payables, other liabilities and provisions	10,960.73	6,286.89
Cash used in operations	(2,20,167.69)	(1,63,606.57)
Proceeds from de-recognition of financial assets recognised at amortised cost	38,538.00	-
Interest income received on loans, fixed deposits and investments	1,14,877.15	76,463.23
Finance cost paid	(54,542.00)	(39,831.26)
Income tax paid (net)	(8,604.24)	(5,679.73)
Net cash flow used in operating activities	(A) (1,29,898.78)	(1,32,654.33)
B Cash flows from investing activities		
Purchase of Property, plant and equipment	1,066.20	(1,230.04)
Proceeds from Disposal of ROU assets	-	104.18
Purchase of mutual fund investments	(4,52,544.99)	(1,94,300.00)
Proceeds from sale of investments in Mutual fund	4,54,704.66	1,93,167.42
Term deposit with scheduled banks	(358.03)	-
Purchase of other investments	(2,31,056.85)	(3,40,343.94)
Proceeds from sale of other investments	2,25,629.62	3,04,105.14
Payment towards acquisition of business	(8,435.91)	-
Payment towards transfer of Business to Subsidiary	(279.55)	-
Investment in Subsidiary	(485.06)	-
Change in the ownership interest in funds	-	49.39
Net cash provided by investing activities	(B) (11,759.91)	(38,447.85)
C Cash flow from financing activities		
Proceeds from issue of debt securities	87,710.00	76,429.72
Repayment of debt securities	(99,890.78)	(1,07,360.47)
Proceeds from borrowings (other than debt securities)	4,16,298.64	3,25,100.00
Repayment of borrowings (other than debt securities)	(3,08,704.48)	(92,258.76)
Payment of lease liabilities	(515.64)	198.94
Proceeds from issue of equity share capital including securities premium	131.24	1,136.17
Capital Contributions by NCI	-	547.60
Distributions made to Investors including Dividend Distribution Tax	(2,087.48)	(981.21)
	(C) 92,941.50	2,02,811.99
Net increase in cash and cash equivalents	(A+B+C) (48,717.19)	31,709.81
Cash and cash equivalents at the beginning of the year	71,517.38	39,807.57
Additions on account of acquisition	433.76	-
Cash and cash equivalents at the end of the year	23,233.95	71,517.38



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 Consolidated financial results for the year ended March 31, 2023

1 These audited consolidated financial results of the Holding Company and its subsidiaries and associates (together referred to as "Group") 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.

This Audited consolidated financial results comprising of financial results of the Group have been reviewed by the Audit committee and subsequently approved by the Board of Directors at their respective meetings held on May 11, 2023.

2 This Consolidated financial results comprising of financial results of the holding Company and its subsidiaries, and associates have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at their respective meetings held on 11 May 2023.

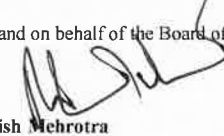
3 The segment reporting in accordance with Ind AS 108 on "Operating Segments" in respect of the consolidated financials results are given in Annexure I.

4 During the year ended 31 March 2023, pursuant to Northern Arc Employee Stock Option Scheme, 2016 and Northern Arc Employee Stock Option Scheme, 2018, the Board of Directors allotted 1,23,750 fully paid-up equity shares of Rs 10 each at an aggregate premium of Rs 168.51 Lakhs.

5 The Group had entered into a business transfer agreement with S.M.I.L.E Microfinance Limited towards purchase of specified business undertaking covering specified assets, liabilities, systems and processes for a consideration of Rs 11,162.91 Lakhs. As required by Ind AS 103 Business Combination, the Company has accounted for assets including intangibles and goodwill and liabilities of S.M.I.L.E Microfinance Limited at their respective fair values as at Acquisition Date, arising from such acquisition in the standalone financial results of the Company during the year ended 31 March, 2023.

6 Previous period's figures have been regrouped / reclassified wherever necessary, to conform with current period presentation.

For and on behalf of the Board of Directors


Ashish Mehrotra
Managing Director & CEO

Place: Chennai
Date:



Northern Arc Capital Limited

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

Annexure I - Segment reporting

Particulars	Year ended	
	31 March 2023	31 March 2022
Segment Revenue		
Financing activity	1,25,244.95	86,730.71
Investment advisory services	35.15	23.43
Investment management services	4,034.78	3,030.11
Portfolio management services	2,697.40	2,760.11
Total	1,35,893.39	92,544.36
Less: Intersegment revenue	(5,396.34)	(1,590.42)
Segment revenue	1,30,497.05	90,953.94
Segment Results (Profit before other income)		
Financing activity	29,762.41	21,586.93
Investment advisory services	9.60	(3.22)
Investment management services	1,153.23	1,198.60
Portfolio management services	2,326.18	1,356.05
Others	(589.41)	-
Total	32,662.01	24,138.36
Add: Other income	622.98	700.53
Less: Intersegment results	(975.15)	-
Less: Share of loss post tax from associate	187.27	-
Profit before tax	32,497.11	24,838.89
Segment assets		
Financing activity	9,01,979.04	7,70,803.97
Investment advisory services	401.07	411.37
Investment management services	5,974.00	5,405.72
Portfolio management services	22,881.24	20,443.27
Others	3,836.64	172.50
Unallocated	2,085.13	174.63
Total	9,37,157.12	7,97,411.46
Segment Liabilities		
Financing activity	7,26,108.68	6,11,328.56
Investment advisory services	48.82	68.56
Investment management services	1,315.37	2,202.19
Portfolio management services	1,036.63	429.54
Others	1,874.57	171.48
Total	7,30,384.07	6,14,200.33
Capital employed (Segment assets - Segment liabilities)		
Financing activity	1,75,870.36	1,59,475.41
Investment advisory services	352.25	342.81
Investment management services	4,658.63	3,203.53
Portfolio management services	21,844.61	20,013.73
Others	1,962.07	1.02



May 11, 2023

BSE Limited
Phiroze Jeejeebhoy Towers
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.

With reference to Regulation 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to intimate that, all outstanding secured non-convertible debt securities are secured by way of an exclusive charge on identified receivables of the Company with security cover ranging between 1 to 1.25 times of outstanding amount on such securities at any point in time.

Request you to please take the above intimation on record.

Thanking you.

Yours sincerely,

for Northern Arc Capital Limited

Atul Tibrewal

Atul Tibrewal

Chief Financial Officer



May 11, 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 31st March 2023.

As required under Regulation 52(7) and 52(7A) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby state the following:

- a. The Company did not issue any Non-Convertible Debentures during the quarter ended March 31, 2023. The proceeds of listed Non-Convertible Debentures issued till March 31, 2023 was fully utilised for the purpose for which these proceeds were raised; and
- b. There is no deviation in the use of proceeds of Non-Convertible Debentures as compared to the objects of the issue.

Request you to please take the above intimation on record.

Thanking you.

Yours sincerely,

For Northern Arc Capital Limited

Atul Tibrewal

**Atul Tibrewal
Chief Financial Officer**



NORTHERN ARC CAPITAL LIMITED
DISCLOSURE OF RELATED PARTY TRANSACTIONS for the half year ended March 31 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 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			Opening balance	Closing balance
1	Northern Arc Capital Limited	AACCI0979B	Northern Arc Investment Managers Private Limited	AADC14807P Subsidiary	Equity Share Capital Interest Income Reimbursement of expenses Transfer of Fixed assets ESOP Issued Term Loan taken / (Repaid) by the subsidiary Cash Credit	- 89.06 260.97 - - 8.69 -1,225.95 -10.37	361.00 -	361.00 263.28 12.43 167.82 159.13 1,225.95 169.93
2	Northern Arc Capital Limited	AACCI0979B	Northern Arc Investment Adviser Services Private Limited	AADC10867K Subsidiary	Equity Share Capital Advance Receivable (Creditors - Related Party)	- 32.91	127.80	127.80 21.51
3	Northern Arc Capital Limited	AACCI0979B	Northern Arc Foundation	AAGCN4069H Subsidiary	ESOP Receivable Equity Share Capital Reimbursement of Expenses CSR Contribution	- - 11.25 350.52	24.96 1.00 9.62	24.96 1.00 20.87
4	Northern Arc Capital Limited	AACCI0979B	Pragati Finserve Private Limited	AALCP8092P Subsidiary	Transfer of Fixed Assets Equity Share Capital Reimbursement of Expenses	- 2,253.40 92.31	1.64 2,253.40	- 2,253.40
5	Northern Arc Capital Limited	AACCI0979B	Northern Arc Securities Private Limited	AAICN7276Q Subsidiary	Advance Receivable Interest Income Servicer Fee	- - 4,906.74	- - -	597.08 - 667.56
6	Northern Arc Capital Limited	AACCI0979B	Dvara Kshetriya Gramin Financial Services Private Limited	AAACF5136B Company with common director	Equity Share Capital Reimbursement of expenses Term Loan Receivable including other advances Interest Income - Loan Guarantee given Fee Income Servicer fee Expenses	100.00 8.87 5,500.00 1,225.54 386.14 51.23 35.50	- - 10,541.80 69.34 - - 2.14	- 8.87 10,471.56 80.01 386.14 14.33 3.29
7	Northern Arc Capital Limited	AACCI0979B	Dvara Holdings	Company with common director	Rent expenses	-	-	-
7	Northern Arc Capital Limited	AACCI0979B	Dvara Solutions Private Limited	4AGCD4686E Company with common director	ERP Expenses	-	-	-
8	Northern Arc Capital Limited	AACCI0979B	Finreach Solution Private Limited	AAEFC3678A Company with common director	Equity Share Capital Guarantee management fee Fee Income Guarantee given	394.40 11.21 37.00 145.84	- - - -	394.40 13.22 37.00 145.84
9	Northern Arc Capital Limited	AACCI0979B	Beistar	Company with common director	Interest Income Investment in NCD Term Loan	725.00 10,000.00 578.43	- 5,000.00 -	- 12,790.00 8,476.78
10	Northern Arc Capital Limited	AACCI0979B	Neogrowth Credit Private Limited	AAABC0266D Company with common director	Interest Income Fee Income Guarantee given Term Loan	105.00 478.46 9,500.00 902.43	- - - -	33.56 478.46 9,383.56 65.64
11	Northern Arc Capital Limited	AACCI0979B	Riviera Investors Private Limited	AAACR3187M Company with common director	Interest Income Fee Income Cash Collateral Payable Guarantee given Term Loan	487.14 150.00 78.71 10,500.00 740.25	- - - - -	0.09 150.00 78.71 7,901.57 40.07
			Bhanix Finance and Investment Limited	AAACB6252G Company with common director	Interest Income Fee Income Guarantee given	625.00 62.174	- -	625.00 56,356
				TOTAL			20,136	62,174

(Amount in Lakhs)