

**Date: November 10, 2023**

To

**Listing Department,**

**BSE Limited**

Phiroze Jeejeebhoy Towers,

Dalal Street,

Mumbai-400001

**Scrip Code: 955550**

Dear Sir/Madam,

**Sub: Outcome of the Board Meeting held on November 10, 2023 for the Quarter and Half Year ended September 30, 2023**

Pursuant to Regulations 51 and 52 read with Part B of Schedule III and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI Listing Regulations, 2015), as amended, the Board of Directors at its meeting held today, i.e. November 10, 2023, inter alia, considered and approved the Unaudited Financial Results of the Company for the Quarter and Half Year ended September 30, 2023. In this regard, please find enclosed herewith the following documents:

1. A copy of the Financial Results along with the Limited Review Report issued by the Statutory Auditors, MSKA & Associates, Chartered Accountants (Firm Registration No. 105047W) and the disclosures as required under Regulation 52(4) of the SEBI Listing Regulations, 2015.
2. Disclosure of Related Party Transactions in pursuance to Regulation 23(9) of SEBI Listing Regulations, 2015.
3. Statement pursuant to Regulations 52(7) and 7(A) of the SEBI Listing Regulations, 2015.
4. Disclosure of Security Cover in pursuance to Regulation 54(3) of the SEBI

Listing Regulations.

Further, Ms. Karina Isabel Alva Alfaro (DIN: 10377372) has replaced Mr. David Arturo Paradiso (DIN: 08181832) as Nominee Director of the Company as a representative of Maj Invest Financial Inclusion Fund II K/S and, has been appointed as a Nominee Director of the Company in place of Mr. David Arturo Paradiso with immediate effect.

This intimation is also being uploaded on the Company's website [www.arohan.in](http://www.arohan.in).

The above meeting of the Board of Directors commenced at 14:30 hours (I.S.T) and concluded at 17:15 hours (I.S.T).

This is for your kind information and records.

Thanking you,

Yours faithfully,

**For Arohan Financial Services Limited**

**Anirudh Singh G Thakur**

**Head – Legal, Compliance & Company Secretary**

**Membership No: A13210**

**Encl: as above**

CC: IDBI Trusteeship Services Limited

GR FLR, Universal Insurance Bldg, Sir Phirozshah  
Mehta Rd., Fort Mumbai – 400001

CC: Catalyst Trusteeship Limited

Windsor, 6th Floor, Office No. 604,  
C.S.T. Road, Kalina, Santacruz (East),  
Mumbai – 400098



**Independent Auditor's Review Report on the Unaudited Financial Results for the quarter and half year ended September 30, 2023 of Arohan Financial Services Limited pursuant to the Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**To the Board of Directors  
Arohan Financial Service Limited**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **Arohan Financial Services Limited** ('the Company') for the quarter and half year ended September 30, 2023 ('the Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Regulations').
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India and in compliance with the Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143 (10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Act read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For M S K A & Associates**  
Chartered Accountants  
ICAI Firm Registration Number: 105047W

**Tushar  
Ramniklal  
Kurani**

Digitally signed by  
Tushar Ramniklal Kurani  
Date: 2023.11.10  
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Tushar Kurani  
Partner  
Membership Number: 118580  
UDIN: 23118580BGXR UW2213

Mumbai  
November 10, 2023.

**Arohan Financial Services Limited**
**Statement of unaudited financial results for the quarter and half year ended 30 September 2023**

Particulars	(₹ in lakhs)					
	Quarter ended			Half year ended		Year ended
	30 September 2023 (Unaudited)	30 June 2023 (Unaudited)	30 September 2022 (Unaudited)	30 September 2023 (Unaudited)	30 September 2022 (Unaudited)	31 March 2023 (Audited)
<b>1 Revenue</b>						
(a) Interest income	33,763.29	29,707.77	24,344.61	63,471.06	46,641.02	93,096.90
(b) Fees and commission income	4,250.82	3,939.20	2,142.08	8,190.02	3,700.19	10,209.69
(c) Net gain on derecognition of financial instruments	1,598.00	873.20	1,051.71	2,471.20	1,410.52	3,586.49
(d) Others	0.01	0.33	13.93	0.34	35.00	52.30
<b>Total revenue from operations</b>	<b>39,612.12</b>	<b>34,520.50</b>	<b>27,552.33</b>	<b>74,132.62</b>	<b>51,786.73</b>	<b>1,06,945.38</b>
(e) Other income	1,022.59	855.54	369.65	1,878.13	805.77	2,154.14
<b>Total revenue</b>	<b>40,634.71</b>	<b>35,376.04</b>	<b>27,921.98</b>	<b>76,010.75</b>	<b>52,592.50</b>	<b>1,09,099.52</b>
<b>2 Expenses</b>						
(a) Finance costs	14,557.98	13,356.86	12,104.12	27,914.84	23,120.43	46,864.42
(b) Impairment on financial instruments	551.53	8,952.70	6,104.22	9,504.23	8,645.41	19,316.60
(c) Employee benefits expenses	8,264.49	7,173.00	5,497.34	15,437.49	11,237.27	24,614.80
(d) Depreciation and amortization	143.18	129.85	111.84	273.03	237.37	476.24
(e) Other expenses	2,585.91	2,515.45	2,164.16	5,101.36	4,214.42	8,832.10
<b>Total expenses</b>	<b>26,103.09</b>	<b>32,127.86</b>	<b>25,981.68</b>	<b>58,230.95</b>	<b>47,454.90</b>	<b>1,00,104.16</b>
<b>3 Profit before tax (1-2)</b>	<b>14,531.62</b>	<b>3,248.18</b>	<b>1,940.30</b>	<b>17,779.80</b>	<b>5,137.60</b>	<b>8,995.36</b>
<b>4 Tax expense</b>						
(a) Current tax	883.40	117.99	(45.21)	1,001.39	256.01	1.96
(b) Deferred tax charge	3,197.50	509.50	287.83	3,707.00	852.05	2,014.95
(c) Tax expense for earlier years	0.12	80.81	-	80.93	-	(93.18)
<b>5 Net profit after tax (3-4)</b>	<b>10,450.60</b>	<b>2,539.88</b>	<b>1,697.68</b>	<b>12,990.48</b>	<b>4,029.54</b>	<b>7,071.63</b>
<b>6 Other Comprehensive Income</b>						
(a) <b>Items that will not be reclassified to profit or loss</b>						
(i) Remeasurement of post employment benefit obligations	(107.81)	(105.00)	(66.08)	(212.81)	(158.48)	(350.99)
(ii) Income tax relating to items that will not be reclassified to profit or loss	27.13	26.43	16.63	53.56	39.89	88.34
(b) <b>Items that will be reclassified to profit or loss</b>						
(i) Fair valuation of financial assets	-	-	-	-	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
<b>Total Other Comprehensive Income (a+b)</b>	<b>(80.68)</b>	<b>(78.57)</b>	<b>(49.45)</b>	<b>(159.25)</b>	<b>(118.59)</b>	<b>(262.65)</b>
<b>Total Comprehensive Income for the period/ year (5+6)</b>	<b>10,369.92</b>	<b>2,461.31</b>	<b>1,648.23</b>	<b>12,831.23</b>	<b>3,910.95</b>	<b>6,808.98</b>
<b>7 Paid-up equity share capital (Face value of ₹ 10 each)</b>	<b>18,240.76</b>	<b>18,170.76</b>	<b>12,117.73</b>	<b>18,240.76</b>	<b>12,117.73</b>	<b>15,038.85</b>
<b>8 Earning per equity share (not annualised)</b>						
(a) Basic (In ₹)	8.94	2.17	1.41	11.11	3.35	6.05
(b) Diluted (In ₹)	7.18	1.82	1.41	8.93	3.35	5.84

**Arohan Financial Services Limited**
**Statement of unaudited financial results for the quarter and half year ended 30 September 2023**
**Balance Sheet**

(₹ in lakhs)

Particulars		As at 30 September 2023 (Unaudited)	As at 31 March 2023 (Audited)
<b>A Assets</b>			
<b>1 Financial assets</b>			
(a) Cash and cash equivalents		78,166.54	55,656.06
(b) Other bank balances		33,326.90	37,800.09
(c) Trade receivables		2,166.45	1,537.64
(d) Loans		5,49,880.88	4,78,221.95
(e) Investments		14,746.36	7,877.00
(f) Other financial assets		5,284.87	2,757.32
<b>Total financial assets</b>		<b>6,83,572.00</b>	<b>5,83,850.06</b>
<b>2 Non-financial assets</b>			
(a) Current tax assets (net)		5,240.33	4,268.74
(b) Deferred tax assets (net)		8,193.47	11,846.91
(c) Property, plant and equipment		694.54	530.80
(d) Intangible assets under development		37.80	44.06
(e) Other intangible assets		181.81	215.05
(f) Right of use asset		577.06	490.05
(g) Other non-financial assets		1,036.31	571.12
<b>Total non-financial assets</b>		<b>15,961.32</b>	<b>17,966.73</b>
<b>TOTAL ASSETS</b>		<b>6,99,533.32</b>	<b>6,01,816.79</b>
<b>B LIABILITIES AND EQUITY</b>			
<b>Liabilities</b>			
<b>1 Financial liabilities</b>			
(a) Payables			
(i) Trade payables			
(i) total outstanding dues of micro enterprises and small enterprises		-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		-	-
(ii) Other payables			
(i) total outstanding dues of micro enterprises and small enterprises		-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		-	-
(b) Debt securities		21,940.95	30,084.77
(c) Borrowings (other than debt securities)		4,45,598.53	3,80,936.33
(d) Subordinated liabilities		42,746.45	42,327.83
(e) Others financial liabilities		11,186.88	9,946.14
<b>Total financial liabilities</b>		<b>5,21,472.81</b>	<b>4,63,295.07</b>
<b>2 Non-financial liabilities</b>			
(a) Provisions		2,238.64	2,468.29
(b) Other non-financial liabilities		2,844.19	2,250.92
<b>Total non-financial liabilities</b>		<b>5,082.83</b>	<b>4,719.21</b>
<b>3 Equity</b>			
(a) Equity share capital		18,240.76	15,038.85
(b) Other equity		1,54,736.92	1,18,763.66
<b>Total equity</b>		<b>1,72,977.68</b>	<b>1,33,802.51</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>6,99,533.32</b>	<b>6,01,816.79</b>

**Arohan Financial Services Limited**
**Statement of unaudited financial results for the quarter and half year ended 30 September 2023**
**Statement of Cash Flows**

Particulars	(₹ in lakhs)	
	Period ended 30 September 2023 (Unaudited)	Period ended 30 September 2022 (Unaudited)
<b>A Cash flows from operating activities</b>		
Profit before tax	17,779.80	5,137.60
<b>Adjustments to reconcile profit before tax to net cash flows:</b>		
Depreciation and amortization	273.03	237.37
Interest on lease liability (net)	30.43	29.55
Impairment on financial instruments	8,007.51	8,645.41
Impairment on security receipts	1,500.00	-
Impairment reversal on trade receivables	(3.28)	-
Net gain on derecognition of financial instruments	(2,471.20)	-
Interest income on unwinding of assigned portfolio	(519.42)	(1,470.39)
Expense on employee stock option scheme	121.87	87.72
Effective interest rate adjustment for financial instruments	1,000.93	1,261.97
Unwinding impact on security deposit	0.10	0.12
<b>Operating profit before working capital changes</b>	<b>25,719.77</b>	<b>13,929.35</b>
<b>Working capital adjustments</b>		
<u>(Increase)/ decrease in assets</u>		
Loans	(79,666.44)	(45,864.03)
Trade receivables	(625.53)	(768.88)
Other financial assets	465.74	(1,548.85)
Other non-financial assets	(467.95)	(725.19)
<u>Increase/ (decrease) in liabilities</u>		
Others financial liabilities	1,149.08	3,531.93
Provisions	(442.46)	(74.90)
Other non-financial liabilities	593.27	255.12
<b>Cash (used in) from operating activities</b>	<b>(53,274.52)</b>	<b>(31,265.45)</b>
Income taxes paid (net of refunds)	(2,053.91)	(2,329.92)
<b>Net cash (used in) from operating activities (A)</b>	<b>(55,328.43)</b>	<b>(33,595.37)</b>
<b>B Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(282.32)	(88.33)
Investment in fixed deposits	4,473.19	(1,061.97)
Purchase of investments (net of redemption)	(8,369.36)	-
Purchase of intangible assets	(2.83)	(23.30)
Purchase of intangible assets under development	(12.69)	(30.95)
Proceeds from sale of property, plant and equipment	1.83	(0.24)
<b>Net cash used in investing activities (B)</b>	<b>(4,192.18)</b>	<b>(1,204.79)</b>
<b>C Cash flows from financing activities</b>		
Proceeds from issue of equity shares (including premium)	9.81	5.65
Proceeds from Issue of compulsorily convertible preference shares (including premium)	26,621.20	-
Share issue expenses	(408.94)	-
Proceeds from debt securities	-	11,500.00
Repayment of debt securities	(7,645.00)	(9,760.00)
Proceeds from borrowings (other than debt securities)	3,24,839.22	2,24,605.20
Repayment of borrowings (other than debt securities)	(2,61,258.15)	(2,49,165.34)
Repayment of subordinated liabilities	-	(1,000.00)
Payment of lease liabilities	(127.05)	(103.58)
<b>Net cash generated financing activities (C)</b>	<b>82,031.09</b>	<b>(23,918.07)</b>
<b>Net increase/ (decrease) in cash and cash equivalents (A+B+C)</b>	<b>22,510.48</b>	<b>(58,718.23)</b>
Cash and cash equivalents as at the beginning of the year	55,656.06	95,362.92
Cash and cash equivalents as at the end of the period	<b>78,166.54</b>	<b>36,644.69</b>
<b>Components of cash and cash equivalents:</b>		
Cash on hand	142.49	136.20
Balances and deposits with banks	78,024.05	36,508.49
<b>Cash and cash equivalents considered for cash flow</b>	<b>78,166.54</b>	<b>36,644.69</b>

**Arohan Financial Services Limited**
**Notes:-**

- The above unaudited financial results have been reviewed by the Audit Committee and approved by the Board of Directors of Arohan Financial Services Limited ('the Company') at their meetings held on November 9, 2023 and November 10, 2023 respectively.
- The unaudited financial results of the Company have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act 2013 ("the Act") read with the Companies (Indian Accounting Standard) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Amendment Rules, 2016 and Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.
- Figures for the quarters ended September 30, 2023 and September 30, 2022 are the balancing figure between unaudited year to date figures and quarter ended Jun 30, 2023 and June 30, 2022 respectively.
- The Company has allotted 7,00,000 equity shares of ₹10 each to Arohan ESOP Trust at a price of ₹124.00 (including securities premium of ₹114.00 per share) aggregating to ₹868.00 Lakhs.
- Details of loan transferred/ acquired during the period ended September 30, 2023 vide RBI circular RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 on transfer of loan exposures dated September 24, 2021 are given below:

(i) Details of loan transfer through direct assignment transaction in respect of loans not in default for the period ended September 30, 2023:

Particulars	To Banks/ NBFC's
Number of loans	1,03,170
Aggregate amount of loans transferred (₹ in lakhs)	28,853.77
Sale Consideration (₹ in lakhs)	28,853.77
Weighted average residual maturity (in months) (*)	16.79
Weighted average holding period by the originator (in months)	5.56
Retention of beneficial economic interest by the originator	9.96% to 15.75%
Tangible security coverage	-
Rating-wise distribution of rated loans	-
Number of instances where it has agreed to replace loans transferred to transferee(s)	-
Number of instances where it has agreed to pay damages arising out of any representation or warranty	-

(\*) residual maturity from the time of transfer

(ii) The Company has not acquired any stressed loans during the period ended September 30, 2023.

(iii) The Company has not acquired loans not in default during the year ended September 30, 2023.

(iv) (a) The company has transferred certain NPA & SMA loans during the period ended September 30, 2023, details of which are given below:

Particulars	To ARC's		To permitted transferees
	NPA	SMA	
(i) Total number of loan assets assigned	69,070	78,009	Nil
(ii) Aggregate principal outstanding of loans transferred (₹ in lakhs) (*)	15,267.65	23,394.04	Nil
(iii) Weighted average residual tenor of loans transferred (in months)	11.18	25.10	Nil
(iv) Net book value of loan assets transferred (at the time of transfer) (₹ in lakhs)	Nil	15,384.18	Nil
(v) Aggregate consideration (₹ in lakhs)	12,000.00		Nil
(vi) Addition consideration realised in respect of account transferred in earlier years	Nil		Nil

(\*) NPA Includes written off loans of ₹6,764.99 lakhs

(iv) (b) Security Receipts (SR's) held and recovery ratings assigned to such SR's by the credit rating agency.

Particulars	Category of recovery ratings	As at September 30, 2023 (₹ in lakhs)
Security Receipts under trust floated by ARC's (FY 23-16)	IND RR2 (75%-100%)	6,496.00
Security Receipts under trust floated by ARC's (FY 23-36)	Yet to be rated within time lines as per Reserve Bank of India guidelines	9,745.36

- During the period to relieve COVID-19 pandemic related stress, the Company had invoked and implemented resolution plans for eligible borrowers based on the parameters laid down in accordance with the one-time restructuring policy approved by the Board of Directors of the Company and in accordance with the guidelines issued by the RBI on August 6, 2020 and May 5, 2021.

(in lakhs)

Type of borrower	A Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half-year i.e. March 31, 2023 (A)	B Of (A), aggregate debt that slipped into NPA during the half-year	C Of (A) amount written off during the half-year	D Of (A) amount paid by the borrowers during the half-year	E Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year i.e. September 30, 2023
Personal Loans	-	-	-	-	-
Corporate persons (*)	-	-	-	-	-
Of which, MSMEs	-	-	-	-	-
Others (**)	14,370.87	219.23	6,728.37	4,799.84	2,623.43
<b>Total</b>	<b>14,370.87</b>	<b>219.23</b>	<b>6,728.37</b>	<b>4,799.84</b>	<b>2,623.43</b>

(\*) As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

(\*\*) represents microfinance loans to customer

Under Covid Resolution 1.0 and 2.0, 6,48,491 and 5,42,934 number of borrower accounts respectively were sanctioned for modification and implemented whose aggregate exposure as on September 30, 2023 is ₹165.62 lakhs and ₹2,657.05 lakhs respectively.

- The Company is primarily engaged in the business of financing - a single business segment in terms of Ind AS 108 "Operating segments"; consistent with the internal reporting provided to the Chief Operating Decision Maker.
- As per Regulation 54(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 ("Listing Regulations"), all secured non convertible debentures ("NCDs") issued by the Company are secured by way of an exclusive charge on identified receivables to the extent of at least 100% of outstanding secured NCDs and pursuant to the terms of respective information memorandum.
- The Indian Parliament has approved the Code on Social Security, 2020 which subsumes the Provident Fund and Gratuity Act and rules thereunder. The Ministry of Labour and Employment has also released draft rules thereunder on November 13, 2020 and has invited suggestions from stakeholders, which are under active consideration by the Ministry. The Company will evaluate the rules, assess the impact, if any, and account for the same once the rules are notified and becomes effective.
- Information as required by Regulations 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, is attached as Annexure 1.
- Previous quarter/ year ended figures have been regrouped / rearranged wherever necessary, to conform with the current quarter/ year.

By order of the Board  
**For Arohan Financial Services Limited**

MANOJ KUMAR  
 NARAYAN NAMBIAR

Digitally signed by MANOJ KUMAR  
 NARAYAN NAMBIAR  
 Date: 2023.11.10 15:28:05 +05'30'

**Manoj Kumar Nambiar**  
 Managing Director  
 DIN: 03172919

Place: Kolkata  
 Date: 10 November 2023

**Registered Office:** PTI Building, DP Block, DP-9, 4th Floor, Sector - V, Salt Lake, Kolkata - 700091.  
**CIN:** U74140WB1991PLC053189; **Website:** www.arohan.in

**Arohan Financial Services Limited**

Disclosure in compliance with Regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, for the quarter and half year ended September 30, 2023.

**Annexure 1**

Sl. No	Particulars	Ratio
A	Debt-equity ratio <sup>(1)</sup>	2.95
B	Debt service coverage ratio <sup>(2)</sup>	Not Applicable
C	Interest service coverage ratio <sup>(2)</sup>	Not Applicable
D	Debenture redemption reserve <sup>(3)</sup>	Not Applicable
E	Capital redemption reserve <sup>(3)</sup>	Not Applicable
F	Outstanding redeemable preference shares (quantity and value)	Nil
G	Net worth (₹ in lakhs) <sup>(4)</sup>	1,64,052.59
H	Net profit after tax (₹ in lakhs)	
	(i) For the quarter ended	10,450.60
	(ii) For half year ended	12,990.48
I	Earnings per share (in ₹)	
	(i) Basic :	
	For the quarter ended	8.94
	For the half year ended	11.11
	(ii) Diluted :	
	For the quarter ended	7.18
	For the half year ended	8.93
J	Current ratio <sup>(7)</sup>	Not Applicable
K	Long term debt to working capital <sup>(7)</sup>	Not Applicable
L	Bad debts to account receivable ratio <sup>(7)</sup>	Not Applicable
M	Current liability ratio <sup>(7)</sup>	Not Applicable
N	Total debts to total assets <sup>(5)</sup>	72.95%
O	Debtors turnover <sup>(7)</sup>	Not Applicable
P	Inventory turnover <sup>(7)</sup>	Not Applicable
Q	Operating margin (%) <sup>(7)</sup>	Not Applicable
R	Net profit margin (%) <sup>(6)</sup>	
	(i) For the quarter ended	25.72%
	(ii) For the half year ended	17.09%
S	Sector specific equivalent ratios, as applicable	
	(i) Capital Adequacy Ratio <sup>(8)</sup>	31.79%
	(ii) Gross stage 3 Ratio <sup>(9)</sup>	1.26%
	(iii) Net stage 3 Ratio <sup>(10)</sup>	0.00%

**Notes:-**

- Debt - equity ratio = (debt securities + borrowings-other than debt securities + subordinated liabilities) / (Equity Share Capital + Other Equity).
- Debt service coverage ratio and interest service coverage ratio are not applicable to Banks or NBFC/ Housing Finance Companies registered with RBI as per Regulation 52(4) of SEBI Listing Obligations and Disclosure Requirements Regulation 2015.
- Capital redemption Reserve/ Debenture redemption reserve is not required in respect of privately placed debentures in terms of Rule18(7)(b)(ii) of Companies (Share Capital and Debenture) Rules, 2014.
- Net worth is calculated as defined in section 2(57) of the Companies Act, 2013.
- Total debts to total assets = (debt securities + borrowings - other than debt securities + subordinated liabilities) / total assets
- Net profit margin = Net profit after tax / Total income
- The Company is a Non-Banking Financial Company registered under Reserve Bank of India Act, 1934, hence these ratios are generally not applicable.
- Capital to risk-weighted assets is calculated as per the RBI guidelines.
- Gross stage 3 ratio= Gross stage 3 loans exposure at default (EAD) / Gross total loans EAD
- Net Stage 3 ratio= (gross stage 3 loans EAD - impairment loss allowance for Stage 3 ) / (gross total loans EAD - impairment loss allowance for Stage 3)

By order of the Board  
 For **Arohan Financial Services Limited**

MANOJ KUMAR  
 NARAYAN NAMBIAR

Digitally signed by MANOJ KUMAR NARAYAN NAMBIAR  
 Date: 2023.11.10 15:28:53 +05'30'

**Manoj Kumar Nambiar**  
 Managing Director  
 DIN: 03172919

Place: Kolkata  
 Date: 10 November 2023

**Registered Office:** PTI Building, DP Block, DP-9, 4th Floor, Sector - V, Salt Lake, Kolkata - 700091.  
**CIN:** U74140WB1991PLC053189; **Website:** www.arohan.in



## Disclosure of Related Party Transactions for the Half Year ended September 30, 2023

											Additional disclosure of related party transactions - applicable only in case the related party transaction relates to loans, inter-corporate deposits, advances or investments made or given by the listed entity/subsidiary. These details need to be disclosed only once, during the reporting period when such transaction was undertaken.							
S. No	Details of the party (listed entity/subsidiary entering into the transaction)		Details of the counterparty			Type of related party transaction	Value of the related party transaction as approved by the audit committee	Value of transaction during the reporting period (Amount in Lakhs)	In case monies are due to either party as a result of the transaction		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				
	Name	PAN	Name	PAN	Relationship of the counterparty with the listed entity or its subsidiary				Opening Balance	Closing Balance	Nature of indebtedness (loan/issuance of debt/any other etc.)	Cost	Tenure	Nature (loan/advance/inter-corporate deposit/investment)	Interest Rate (%)	Tenure	Secured/unsecured	Purpose for which the funds will be utilised by the ultimate recipient of funds (end-usage)
1.	Arohan Financial Services Limited	AAEC A6121 D	Manoj Kumar Narayan Nambiar	AAA PN78 51Q	Key Management Personnel of the listed entity	Remuneration		-167.66	0.00	0.00								

2.	Arohan Financial Services Limited	AAEC A6121 D	Milind Ramchandra Nare	AAL PN40 55H	Key Management Personnel of the listed entity	Remuneration		-94.23	0.00	0.00								
3.	Arohan Financial Services Limited	AAEC A6121 D	Anirudh Singh G Thakur	ACIP T397 4C	Key Management Personnel of the listed entity	Remuneration		-61.23	0.00	0.00								
4.	Arohan Financial Services Limited	AAEC A6121 D	Ashv Finance Limited	AAA CJ59 46P	Entities having common director	Reimbursement of incomes		0.23	1.39	0.00								
5.	Arohan Financial Services Limited	AAEC A6121 D	Ashv Finance Limited	AAA CJ59 46P	Entities having common director	Professional/ Business Support fees		-0.32	0.00	-0.79								
6.	Arohan Financial Services Limited	AAEC A6121 D	Aavishkar Venture Management Services Private Limited	AAH CA26 94L	Entities having common director	Professional/ Business Support fees		-45.72	-17.75	-26.09								

7.	Arohan Financial Services Limited	AAEC A6121 D	Aavishkaar Foundation	AAS CA90 98B	Entities having common director	CSR donation		-46.42	0.00	0.00								
8.	Arohan Financial Services Limited	AAEC A6121 D	Commission to Directors (Provision amount)	ZZZZ Z999 9Z	Commission to Directors (Provision amount)	Commission to Directors (Provision amount)		-50.00	0.00	-50.00								
9.	Arohan Financial Services Limited	AAEC A6121 D	Shivalik Small Finance Bank	ABD CS94 27Q	Entities having common director	Interest on Fixed deposit		191.86	0.00	0.00								
10.	Arohan Financial Services Limited	AAEC A6121 D	Shivalik Small Finance Bank	ABD CS94 27Q	Entities having common director	FD matured		1607.98	353.79	292.19								
11.	Arohan Financial Services Limited	AAEC A6121 D	Shivalik Small Finance Bank	ABD CS94 27Q	Entities having common director	Accrued Finance cost on loan availed (gross) and repayment		-289.11	-894.77	-659.89								

12.	Arohan Financial Services Limited	AAEC A6121 D	Shivalik Small Finance Bank	ABD CS94 27Q	Entities having common director	Interest Income on transfer of portfolio		195.68	35.29	22.55								
13.	Arohan Financial Services Limited	AAEC A6121 D	Shivalik Small Finance Bank	ABD CS94 27Q	Entities having common director	Principal and Interest paid towards transfer of portfolio		-4347.40	-810.61	-493.68								
14.	Arohan Financial Services Limited	AAEC A6121 D	Dinesh Kumar Mittal	ABW PM41 65B	Director	Sitting Fees		-2.90	0.00	0.00								
15.	Arohan Financial Services Limited	AAEC A6121 D	Matangi Gowrishankar	AAG PG89 73J	Director	Sitting Fees		-3.65	0.00	0.00								
16.	Arohan Financial Services Limited	AAEC A6121 D	Sumantra Banerjee	AAC PB44 80B	Director	Sitting Fees		-4.00	0.00	0.00								

17.	Arohan Financial Services Limited	AAEC A6121 D	Rajat Mohan Nag	AJOP N251 1Q	Director	Sitting Fees		-4.15	0.00	0.00								
18.	Arohan Financial Services Limited	AAEC A6121 D	Ashv Finance Limited	AAA CJ59 46P	Entities having common director	Remittance from Business Transfer Agreement		0.00	-1.33	-1.33								
19.	Arohan Financial Services Limited	AAEC A6121 D	Intellectcap Advisory Services Private Limited	AAD CI770 0B	Entities having common director	Business Support Fees		0.00	-0.76	0.00								
Total								-3121.04										

For Arohan Financial Services Limited



Anirudh Singh G Thakur  
Head – Legal, Compliance & Company Secretary  
Membership No: A13210

**Arohan Financial Services Limited**

Registered Office: PTI Building, 4<sup>th</sup> Floor, DP Block, DP-9, Sector-V, Salt Lake, Kolkata - 700091

T: +91 33 4015 6000 | CIN No. U74140WB1991PLC053189

[www.arohan.in](http://www.arohan.in)

**A. Statement of utilization of issue proceeds:**

Name of the Issuer	IS IN	Mode of Fund Raising (Public issues/ Private placement)	Type of instrument	Date of raising funds	Amount Raised	Funds utilized	Any deviation (Yes/ No)	If 8 is Yes, then specify the purpose of for which the funds were utilized	Remarks, if any
1	2	3	4	5	6	7	8	9	10
Arohan Financial Services Limited	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	There has been no issuance of NCD during the quarter ended September, 2023.

**B. Statement of deviation/ variation in use of Issue proceeds:**

Particulars	Remarks
Name of listed entity	Arohan Financial Services Limited
Mode of fund raising	N/A
Type of instrument	N/A
Date of raising funds	N/A
Amount raised	N/A
Report filed for quarter ended	September 30, 2023
Is there a deviation/ variation in use of funds raised?	No
Whether any approval is required to vary the objects of the issue stated in the prospectus/ offer document?	N/A
If yes, details of the approval so required?	N/A
Date of approval	N/A
Explanation for the deviation/ variation	N/A
Comments of the audit committee after review	N/A
Comments of the auditors, if any	N/A
Objects for which funds have been raised and where there has been a deviation/ variation, in the following table: <b>Not Applicable, since there is no deviation or variation.</b>	



Original object	Modified object, if any	Original allocation	Modified allocation, if any	Funds utilized	Amount of deviation/ variation for the quarter according to applicable object (in Rs. crore and in %)	Remarks, if any
N/A	N/A	N/A	N/A	N/A	N/A	N/A

Deviation could mean:

- Deviation in the objects or purposes for which the funds have been raised.
- Deviation in the amount of funds actually utilized as against what was originally disclosed.

**Name of signatory: Anirudh Singh G. Thakur**

**Designation: Head – Legal, Compliance & Company Secretary**

**Date: November 10, 2023**



To,  
The Board of Directors  
Arohan Financial Service Limited  
PTI Building, 4th Floor,  
DP-9, Sector V, Salt Lake  
Kolkata 700 091

**Independent Auditors' Report on Statement of security cover in respect of its Listed/Unlisted, Secured, Redeemable, Non-convertible debentures aggregating to Rs. 16,922.23 Lakhs of Arohan Financial Services Limited as at September 30, 2023 pursuant to Regulation 54 read with Regulation 56(1)(d) of the Securities and Exchange Board of India (Listing Obligations And Disclosure Requirements) Regulations, 2015 (as amended)**

1. This report is being issued with the terms of mandate letter to the Board of Directors of Arohan Financial Services Limited dated October 18, 2023
2. We, M S K A & Associates, Chartered Accountants, are the Statutory Auditors of the Arohan Financial Services Limited ("the Company") and have been requested by the Management of the Company to examine the accompanying Statement containing details of 'Security Cover as per the terms of offer document/ Information Memorandum and Debenture Trust Deed and compliance with Financial Covenants' in respect of its Listed/Unlisted, Secured, Redeemable, Non-convertible debentures aggregating to Rs. 16,922.23 lakhs as at September 30, 2023 ("the Statement"). The Statement has been prepared by the Company on the basis of the unaudited books of account and other relevant records and documents maintained by the Company as at September 30, 2023, in respect of its Listed/Unlisted, Secured, Redeemable, Non-convertible debentures stated above, in compliance with the Regulation 54 read with Regulation 56(1)(d) of the Securities and Exchange Board of India (Listing Obligations And Disclosure Requirements) Regulations, 2015 (as amended) and the SEBI vide circular no. SEBI/HO/MIRSD/MIRSD\_CRADT/CIR/P/2022/67 dated May 19, 2022 (hereinafter together referred to as "the SEBI Regulations").
3. The Statement has been prepared for the purpose of onward submission to the Catalyst Trusteeship Limited (the "Debenture Trustee") to ensure compliance with the SEBI Regulations in respect of its Listed/Unlisted, Secured, Redeemable, Non-convertible debentures aggregating to Rs. 16,992.23 lakhs.

**Management's Responsibility for the Statement**

4. The preparation of the Statement is the responsibility of management of the Company, including the preparation and maintenance of all accounting and other relevant supporting records and documents. This responsibility includes design, implementation and maintenance of internal control relevant to the preparation and presentation of the Statement and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.
5. The management of the Company is also responsible for ensuring that the Company complies with all the relevant requirements of the SEBI Regulations and for providing all relevant information to the Company's Debenture Trustee as prescribed in the respective Debenture Trust Deed entered into between the Company and its Debenture Trustee in respect of its Listed/Unlisted, Secured, Redeemable, Non-convertible debentures aggregating to Rs. 16,922.23 lakhs.



## Auditor's Responsibility

6. Pursuant to the requirements of the SEBI Regulation, it is our responsibility to obtain limited assurance and form a conclusion as to whether the book values of the assets of the Company contained in Columns A to K of the Statement have been accurately extracted and ascertained from the unaudited books of account of the Company and other relevant records and documents maintained by the Company, and whether the Company maintained the asset cover and complied with the financial covenants as per the Debenture Trust Deed. Our responsibility does not include the evaluation of adherence by the Company with all the applicable SEBI Regulations.
7. For the purposes of this report, we have relied on the unaudited books of account of the Company for the period ended September 30, 2023 and information and documents as made available to us by the Company.
8. A limited assurance engagement involves making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. The procedures performed vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.
9. Accordingly, we have performed the following procedures in relation to the Statement:
  - a) Obtained and read the terms of offer document/ Information Memorandum and Debenture Trust Deed entered into between the Company and its Debenture trustee.
  - b) Traced and agreed the principal amount and the interest thereon of borrowings outstanding in respect of debt securities and assets available for debt securities as at September 30, 2023 to the unaudited books of account maintained by the Company as at September 30, 2023.
  - c) Obtained and read the list of security cover in respect of debenture outstanding as per the Statement and traced the value of assets from the Statement to the unaudited books of account of the Company and correlated to the books of account and other records of the Company as at September 30, 2023;
  - d) Understood the nature of charge (viz exclusive charge) on the asset of the Company by obtaining the list and value of assets placed under lien or encumbrance for the purpose of obtaining any other loan and determined that such assets are not included in the calculation of Security Cover in respect of secured listed/unlisted non-convertible debt security;
  - e) Examined and verified the arithmetical accuracy of the computation of security cover ratio (based on book values) mentioned in the accompanying the Statement;
  - f) Compared the Asset Cover with the Asset Cover required to be maintained as per Debenture Trust Deed and Information Memorandum;
  - g) Obtained the workings of assets and liabilities presented in the respective columns in the Statement and verified the same from the unaudited books of account and relevant records and documents underlying the unaudited financial results as at September 30, 2023.
  - h) Performed necessary inquiries with the management.

i) Obtained written representations from the Management in this regard.

10. We conducted our examination of the Statement in accordance with the 'Guidance Note on Reports or Certificates for Special Purposes' ("the Guidance Note") issued by the Institute of Chartered Accountants of India ('ICAI'). The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
11. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

### Conclusion

12. Based on the procedures performed as referred to in paragraph 9 above and according to the information, explanations and representations provided to us by the Management of the Company, nothing has come to our attention that causes us to believe that the book value of the assets of the Company contained in Columns A to k of the Statement are not in agreement with the unaudited books of account of the Company for the period ended and as at September 30, 2023 and other relevant records and documents maintained by the Company and that the Company has not complied with financial covenants of the debentures.

### Restriction on Use

13. The Report is addressed to the Board of Directors of the Company solely for the purpose of onward submission to the Company's debenture trustee pursuant to the requirements of the SEBI Regulations. It should not be used by any other person or for any other purpose. This report relates only to the Statement specified above and does not extend to any financial or other information of the Company. M S K A & Associates shall not be liable to the Company or to any other concerned for any claims, liabilities or expenses relating to this assignment.
14. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

For **M S K A & Associates**  
**Chartered Accountants**  
ICAI Firm Registration No. 105047W

**Tushar**  
**Ramniklal**  
**Kurani**

Digitally signed by  
Tushar Ramniklal Kurani  
Date: 2023.11.10  
13:03:06 +05'30'

Tushar Kurani  
Partner  
Membership No. 118580  
UDIN: 23118580BGXRUV8139

Mumbai  
November 10, 2023

(1) Loan Receivable are considered on Gross basis and ECL provision of Rs. 14,205.02 lakhs (Provisions are considered in liabilities for the purpose of computation of asset coverage)  
 (2) Debt securities to which this certificate pertains is based on Ind AS and includes unlisted secured NCD.  
 (3) This column includes book value of loans and receivables having exclusive charge and outstanding book value of debt for which this certificate is issued.  
 (4) Other doesn't include Equity share capital and Other Equity,

Digitally signed by DEBASISH CHAUDHURI  
DN: c=IN, o=PERSONAL,  
pseudoym=3c55194713a485ebc8353420f8a9e,  
2.5.4.20=off, cf=05b9c21f6d5a48a0d81947d5110141cb1d17a634  
8f6f2daad2999c07, postalCode=700091, st=WEST BENGAL,  
serialNumber=117cd8a489c306c2d3d21ee6bc90d5977d69991  
77d8b2daad138fc09f, cn=DEBASISH CHAUDHURI  
Date: 2023.11.10 12:29:10 +05'30'

To,  
The Board of Directors  
Arohan Financial Service Limited  
PTI Building, 4th Floor,  
DP-9, Sector V, Salt Lake  
Kolkata 700 091

**Independent Auditors' Report on Statement of security cover in respect of its Listed, Secured, Redeemable, Non-convertible debentures aggregating to Rs. 5,039.44 Lakhs of Arohan Financial Services Limited as at September 30, 2023 pursuant to Regulation 54 read with Regulation 56(1)(d) of the Securities and Exchange Board of India (Listing Obligations And Disclosure Requirements) Regulations, 2015 (as amended)**

1. This report is being issued with the terms of mandate letter to the Board of Directors of Arohan Financial Services Limited dated October 18, 2023.
2. We, M S K A & Associates, Chartered Accountants, are the Statutory Auditors of the Arohan Financial Services Limited ("the Company") and have been requested by the Management of the Company to examine the accompanying Statement containing details of 'Security Cover as per the terms of offer document/ Information Memorandum and Debenture Trust Deed and compliance with Financial Covenants' in respect of its Listed, Secured, Redeemable, Non-convertible debentures aggregating to Rs. 5,039.44 lakhs as at September 30, 2023 ("the Statement"). The Statement has been prepared by the Company on the basis of the unaudited books of account and other relevant records and documents maintained by the Company as at September 30, 2023, in respect of its Listed, Secured, Redeemable, Non-convertible debentures stated above, in compliance with the Regulation 54 read with Regulation 56(1)(d) of the Securities and Exchange Board of India (Listing Obligations And Disclosure Requirements) Regulations, 2015 (as amended) and the SEBI vide circular no. SEBI/HO/MIRSD/MIRSD\_CRADT/CIR/P/2022/67 dated May 19, 2022 (hereinafter together referred to as "the SEBI Regulations").
3. The Statement has been prepared for the purpose of onward submission to the IDBI Trusteeship Services Limited (the "Debenture Trustee") to ensure compliance with the SEBI Regulations in respect of its Listed, Secured, Redeemable, Non-convertible debentures aggregating to Rs. 5,039.44 lakhs.

**Management's Responsibility for the Statement**

4. The preparation of the Statement is the responsibility of management of the Company, including the preparation and maintenance of all accounting and other relevant supporting records and documents. This responsibility includes design, implementation and maintenance of internal control relevant to the preparation and presentation of the Statement and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.
5. The management of the Company is also responsible for ensuring that the Company complies with all the relevant requirements of the SEBI Regulations and for providing all relevant information to the Company's Debenture Trustee as prescribed in the respective Debenture Trust Deed entered into between the Company and its Debenture Trustee in respect of its Listed, Secured, Redeemable, Non-convertible debentures aggregating to Rs. 5,039.44 lakhs.

## Auditor's Responsibility

6. Pursuant to the requirements of the SEBI Regulation, it is our responsibility to obtain limited assurance and form a conclusion as to whether the book values of the assets of the Company contained in Columns A to K of the Statement have been accurately extracted and ascertained from the unaudited books of account of the Company and other relevant records and documents maintained by the Company, and whether the Company maintained the asset cover and complied with the financial covenants as per the Debenture Trust Deed. Our responsibility does not include the evaluation of adherence by the Company with all the applicable SEBI Regulations.
7. For the purposes of this report, we have relied on the unaudited books of account of the Company for the period ended September 30, 2023 and information and documents as made available to us by the Company.
8. A limited assurance engagement involves making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. The procedures performed vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.
9. Accordingly, we have performed the following procedures in relation to the Statement:
  - a) Obtained and read the terms of offer document/ Information Memorandum and Debenture Trust Deed entered into between the Company and its Debenture trustee.
  - b) Traced and agreed the principal amount and the interest thereon of borrowings outstanding in respect of debt securities and assets available for debt securities as at September 30, 2023 to the unaudited books of account maintained by the Company as at September 30, 2023.
  - c) Obtained and read the list of security cover in respect of debenture outstanding as per the Statement and traced the value of assets from the Statement to the unaudited books of account of the Company and correlated to the books of account and other records of the Company as at September 30, 2023;
  - d) Understood the nature of charge (viz exclusive charge) on the asset of the Company by obtaining the list and value of assets placed under lien or encumbrance for the purpose of obtaining any other loan and determined that such assets are not included in the calculation of Security Cover in respect of secured listed non-convertible debt security;
  - e) Examined and verified the arithmetical accuracy of the computation of security cover ratio (based on book values) mentioned in the accompanying the Statement;
  - f) Compared the Asset Cover with the Asset Cover required to be maintained as per Debenture Trust Deed and Information Memorandum;
  - g) Obtained the workings of assets and liabilities presented in the respective columns in the Statement and verified the same from the unaudited books of account and relevant records and documents underlying the unaudited financial results as at September 30, 2023.
  - h) Performed necessary inquiries with the management.

i) Obtained written representations from the Management in this regard.

10. We conducted our examination of the Statement in accordance with the 'Guidance Note on Reports or Certificates for Special Purposes' ("the Guidance Note") issued by the Institute of Chartered Accountants of India ('ICAI'). The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
11. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

#### **Conclusion**

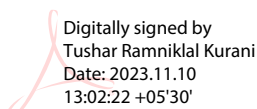
12. Based on the procedures performed as referred to in paragraph 9 above and according to the information, explanations and representations provided to us by the Management of the Company, nothing has come to our attention that causes us to believe that the book value of the assets of the Company contained in Columns A to K of the Statement are not in agreement with the unaudited books of account of the Company for the period ended and as at September 30, 2023 and other relevant records and documents maintained by the Company and that the Company has not complied with financial covenants of the debentures.

#### **Restriction on Use**

13. The Report is addressed to the Board of Directors of the Company solely for the purpose of onward submission to the Company's debenture trustee pursuant to the requirements of the SEBI Regulations. It should not be used by any other person or for any other purpose. This report relates only to the Statement specified above and does not extend to any financial or other information of the Company. M S K A & Associates shall not be liable to the Company or to any other concerned for any claims, liabilities or expenses relating to this assignment.
14. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

For **M S K A & Associates**  
**Chartered Accountants**  
ICAI Firm Registration No. 105047W

Tushar  
Ramniklal  
Kurani



Digitally signed by  
Tushar Ramniklal Kurani  
Date: 2023.11.10  
13:02:22 +05'30'

Tushar Kurani  
Partner  
Membership No. 118580  
UDIN: 23118580BGXRUU7392

Mumbai  
November 10, 2023

Arohan Financial Services Limited  
Asset coverage ratio as on September 30, 2023

Column A	Column B	Column C (i)	Column D (ii)	Column E (iii)	Column F (iv)	Column G (v)	Column H (vi)	Column I (vii)	Column J (viii)	Column K	Column L	Column M	Column N	Column O	Column P	
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari- Passu Charge	Pari- Passu Charge	Pari- Passu Charge	Assets not offered as Security	Debts not backed by Security	Elimination (amount in negative) debt amount considered more than once (due to exclusive plus pari passu charge)	(Total C to I)	Related to only those items covered by this certificate					
		Debt for which this certificate being issued <sup>(3)</sup>	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari-passu charge (excluding items covered in column F)					Market Value for Assets charged on Exclusive basis	Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets viii	Carrying value/book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Total Value(=L+M + N+O)	
																Relating to Column F
			Book Value	Book Value	Yes/ No	Book	Book Value									
ASSETS																
Property, Plant and Equipment		-	-	No	-	-	694.54	-	-	694.54	-	-	-	-	-	
Capital Work-in- Progress		-	-	No	-	-	-	-	-	-	-	-	-	-	-	
Right of Use Assets		-	-	No	-	-	577.06	-	-	577.06	-	-	-	-	-	
Goodwill		-	-	No	-	-	-	-	-	-	-	-	-	-	-	
Intangible Assets		-	-	No	-	-	181.81	-	-	181.81	-	-	-	-	-	
Intangible Assets under Development		-	-	No	-	-	37.80	-	-	37.80	-	-	-	-	-	
Investments		-	-	No	-	-	14,746.36	-	-	14,746.36	-	-	-	-	-	
Loans <sup>(1)</sup>	Loan receivable on Gross basis (i.e. excluding ECL provision)	5,320.14	3,81,189.30	No	-	-	1,77,576.46	-	-	5,64,085.90	-	5,320.14	-	-	5,320.14	
Inventories		-	-	No	-	-	-	-	-	-	-	-	-	-	-	
Trade Receivables		-	-	No	-	-	2,166.45	-	-	2,166.45	-	-	-	-	-	
Cash and Cash Equivalents		-	-	No	-	-	78,166.54	-	-	78,166.54	-	-	-	-	-	
Bank Balances other than Cash and Cash Equivalents		-	27,403.89	No	-	-	5,923.01	-	-	33,326.90	-	-	-	-	-	
Others		-	-	No	-	-	19,754.98	-	-	19,754.98	-	-	-	-	-	
Total		5,320.14	4,08,593.19	-	-	-	2,99,825.01	-	-	7,13,738.34	-	5,320.14	-	-	5,320.14	
LIABILITIES																
Debt securities to which this certificate pertains <sup>(2)</sup>	Secured Non Convertible Debenture	5,039.44	16,901.51	No	-	-	-	-	-	21,940.95	-	5,039.44	-	-	5,039.44	
Other debt sharing pari-passu charge with above debt	Not to be filled		-	No	-	-	-	-	-	-	-	-	-	-	-	
Other Debt			-	No	-	-	-	-	-	-	-	-	-	-	-	
Subordinated debt			-	No	-	-	-	-	42,746.45	-	42,746.45	-	-	-	-	
Borrowings from Bank & FI's			3,85,638.75	No	-	-	-	-	59,959.78	-	4,45,598.53	-	-	-	-	
Debt Securities			-	No	-	-	-	-	-	-	-	-	-	-	-	
Others			-	No	-	-	-	-	-	-	-	-	-	-	-	
Trade payables			-	No	-	-	-	-	-	-	-	-	-	-	-	
Lease Liabilities			-	No	-	-	-	-	636.99	-	636.99	-	-	-	-	-
Provisions <sup>(1)</sup>			-	No	-	-	-	-	16,443.66	-	16,443.66	-	-	-	-	-
Others <sup>(4)</sup>		-	No	-	-	-	-	13,394.08	-	13,394.08	-	-	-	-	-	
Total		5,039.44	4,02,540.26	-	-	-	-	1,33,180.96	-	5,40,760.66	-	5,039.44	-	-	5,039.44	
Cover on Book Value		1.06													1.06	
Cover on Market Value		NA														
		Exclusive Security cover Ratio			Pari-Passu Security Cover Ratio											

(1) Loan Receivable are considered on Gross basis and ECL provision of Rs. 14,205.02 lakhs are considered in liabilities for the purpose of computation of asset coverage.

(2) Debt securities to which this certificate pertains is based on Ind AS and includes unlisted secured NCD.

(3) This column includes book value of loans and receivables having exclusive charge and outstanding book value of debt for which this certificate is issued.

(4) Other doesn't include Equity share capital and Other Equity,

For Arohan Financial Services Limited

DEBARSHI  
CHAUDHURI

Authorized Signatory  
Place: Kolkata  
Date: November 10, 2023

Digitally signed by DEBARSHI CHAUDHURI  
DN: cn=IN, o=PERSONAL,  
email=debarshi@arohan.com, c=IN,  
2.5.4.20=9F0E0B0C216A5A6A0B0C4745180141CB1D  
17A0480A0C0A099990D7, postalCode=700094, st=WEST  
BENGAL,  
serialNumber=177C0A489C30C0321821ecb0c902977  
6696A775B8B1d0d4B1386C9F, cn=DEBARSHI  
CHAUDHURI  
Date: 2023.11.10 12:30:19 +05'30'



Arohan Financial Services Limited  
Limited Review for half years and quarter ended September 2023

Details of covenants criteria as per Debenture trust deeds (DTD), Information Memorandum (IM) and Term Sheet and the Company's compliance with such covenants as at September 30, 2023

Sr.No.	Description of Non-Convertible Debenture	Description of loan Covenants	Criteria as per Information Memorandum (IM) and/or debenture	Actual Covenant Compliance (as per management)	Status
1	INE808K07246 (Listed and Secured)	Blue Orchard_NCD	5,039.44 Lakhs		
	Arohan Financial Services Limited SR H 11.4000 NCD 14JU24 FVRS10LAC	Capital to risk assets ratio (PAR 30+restructured loan+ net write off of 12months)/Gross Loan Portfolio (refer note 1 below).	15.00%	31.79%	Complied
		(PAR 90 +restructured loans- provision)/Tier 1 (refer note 2 below).	10.00%	5.90%	Complied
		Return on Assets (ROA) (refer note 3 below).	10.00%	1.59%	Complied
		Net Foreign Currency / Equity (refer note 4 below).	> 0%	1.97%	Complied
		Aggregate Exposure (Affiliates, subsidiary & related party)/ Total Capital.	50.00%	0.00%	Complied
			15.00%	0.00%	Complied
2	INE808K08053 (Listed and Unsecured)	Northern Arc_NCD	3,486.84 Lakhs		
	Arohan Financial Services Limited SR G 13.50 NCD 30SY25 FVRS10	Capital to risk assets ratio	15.00%	31.79%	Complied
		Gross NPA/Gross Loan Portfolio (refer note 5 below).	2.00%	1.26%	Complied
		Net NPA (PAR 90 less Provision)/Networth (refer note 6 below).	20.00%	0.00%	Complied
		Net profit	Positive Net profit to be maintained by the company	Positive	Complied
3	INE808K08061 (Listed and Unsecured)	Karvy_NCD	2,465.79 Lakhs		
	Arohan Financial Services Limited SR G 12.85 NCD 25OY26 FVRS10	Capital to risk assets ratio	15.00%	31.79%	Complied
		Gross NPA/ Assets Under Management (refer note 7 below).	3.00%	1.26%	Complied

**Notes:**

- (PAR 30 + restructured loans + net write off for last 12 months)/Gross Loan Portfolio- For calculating this ratio, loans overdue for more than 30 Days, restructured loans (including restructuring under RBI resolution framework dated 06 August 2020 & 05 May 2021) and net write off for last 12 months (write off during the six months period ended september 30, 2023) has been considered as numerator and closing Gross Loan Portfolio as on September 30, 2023 as denominator.
- (PAR 90 + restructured loans - Provision)/Tier 1 Capital - For calculating this ratio, loans overdue for more than 90 days, restructured loans (including restructuring under RBI resolution framework dated 06 August 2020 & 05 May 2021) less Corresponding provision on such Loans has been considered as numerator and Tier 1 capital as denominator.
- Return on Asset - For calculating this ratio, net income i.e. profit after tax including other comprehensive Income (OCI) has been considered as numerator and average of total assets as at September 30,23 and March 31, 2023 denominator.
- Net Foreign Currency/Equity - There are no such exposure as per the unaudited financial information as at September 30, 2023
- Gross NPA/Gross Loan Portfolio - For calculating this ratio, Gross NPA has been considered as numerator and closing Gross Loan Portfolio as on September 30, 2023 as denominator.
- Net NPA (PAR 90 less Provision)/Networth - For calculating this ratio, Net NPA has been considered as numerator and net worth as on September 30, 2023 (As per Section 2(57) of the Companies Act, 2013) as denominator.
- Gross Loan Portfolio = Assets Under Management

For Arohan Financials Services Limited

**DEBARSHI  
CHAUDHURI**

Authorized Signatory  
Kolkata  
November 10, 2023

Digitally signed by DEBARSHI CHAUDHURI  
DN: cn=PERSONAL,  
pseudoym=3c5519471c3a483ebc8353420e8a9b,  
2.5.4.20=08c08508c21f6e5648ebd8c947af510141cb1d17ae348  
fe2daa2d999c07, postalCode=700094, st=WEST BENGAL,  
serialNumber=f1f7cda489c306c023d821eebcc90d5977d69f6b7  
7d8be1deda8138f0c9f, cn=DEBARSHI CHAUDHURI  
Date: 2023.11.10 12:30:52 +05'30'