

Wednesday November 11, 2020

Ref. No.: CIFL/BSE-44/2020-21

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

Ref: Scrip Code – BSE -530879

Sub.: Outcome of the meeting of the Board of Directors ("Board") of Capital India Finance Limited ("Company")

Dear Sir/ Madam,

In compliance with the provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("**Listing Regulations**"), we would like to inform that the Board, in its meeting held on November 11, 2020 through video conferencing, *inter alia* approved and took on record the un-audited financial results of the Company, both on standalone and consolidated basis, for the quarter and half year ended on September 30, 2020 ("**Financial Results**") along with the limited review report issued by M/s Deloitte Haskins & Sells LLP, Chartered Accountants (Statutory Auditors of the Company), thereon ("**Limited Review Report**") as recommended by the Audit Committee of the Board.

The copy of Financial Results and Limited Review Report is enclosed herewith as "**Annexure – A**".

The Board meeting commenced at 05:00 P.M. and concluded at 06:30 P.M.

Kindly take the above information on your record and oblige.

Thanking you,
Yours sincerely,

For **Capital India Finance Limited**

Rachit Malhotra
Company Secretary & Compliance Officer
Membership No.: A39894

Encl: As above

Corporate office :
A-1402, One Bkc, 14th Floor,
G - Block, Bandra Kurla Complex,
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Maharashtra- 400051

Registered Office :
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CIN No: L74899DL1994PLC128577
(Capital India Finance Ltd - Formerly known as Bhilwara Tex-Fin Ltd)

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**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM
CONSOLIDATED FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
CAPITAL INDIA FINANCE LIMITED**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **CAPITAL INDIA FINANCE LIMITED** (the "Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as the "Group"), for the quarter and half year ended September 30, 2020 (the "Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel 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 Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:

Parent:

- a. Capital India Finance Limited

Subsidiaries:

- b. Capital India Home Loans Limited
- c. Capital India Asset Management Private Limited
- d. Capital India Wealth Management Private Limited
- e. CIFL Holdings Private Limited
- f. CIFL Investment Manager Private Limited
- g. Rapipay Fintech Holding Private Limited
- h. Rapipay Fintech Private Limited



**Deloitte
Haskins & Sells LLP**

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to Note 10 to the financial results, in which the Group describes the uncertainties arising from COVID 19 pandemic. Our conclusion on the Statement is not modified in respect of this matter.
7. We did not review the interim financial results of 2 subsidiaries included in the consolidated unaudited financial results, whose interim financial results reflect total assets of Rs. 12,982.98 lakhs as at 30 September, 2020, total revenues of Rs. 927.19 lakhs and Rs. 1,176.98 lakhs for the quarter and half year ended 30 September, 2020 respectively, total net profit after tax and total comprehensive income of Rs. 27.11 lakhs for the quarter ended 30 September, 2020, total net loss after tax and total comprehensive loss of Rs. 98.47 lakhs for the half year ended 30 September, 2020, and net cash inflows of Rs. 3,152.51 lakhs for the half year ended 30 September, 2020, as considered in the Statement. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above. Our conclusion on the Statement is not modified in respect of this matter
8. The consolidated unaudited financial results includes the interim financial results of 4 subsidiaries which have not been reviewed by their auditors, whose interim financial results reflect total assets of Rs. 5.53 lakhs as at 30 September, 2020, total revenues of Rs. Nil and Rs. Nil for the quarter and half year ended 30 September, 2020 respectively, total net loss after tax and total comprehensive loss of Rs. Nil and Rs. 0.20 lakhs for the quarter and half year ended 30 September, 2020 respectively, and net cash outflows of Rs. 1.46 lakhs for the half year ended 30 September, 2020, as considered in the Statement. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group. Our Conclusion on the Statement is not modified in respect of our reliance on the interim financial results certified by the Management.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Pallavi A. Gorakshakar
(Partner)
Membership No. 105035
UDIN: 20105035AAAAKZ4843

Place: Mumbai
Date: November 11, 2020

(Rs. in lakhs)

Statement of Consolidated Unaudited Financial Results for the quarter and half year ended September 30, 2020							
S.No.	Particulars	Quarter Ended			Half Year Ended		Year ended
		September 30, 2020 Refer Note 11	June 30, 2020 Unaudited	September 30, 2019 Refer Note 11	September 30, 2020 Unaudited	September 30, 2019 Unaudited	March 31, 2020 Audited
	Revenue from operations						
(i)	Interest income	2,699.66	2,520.56	2,719.37	5,220.22	5,352.99	10,742.06
(ii)	Fees and commission income	437.56	205.05	14.04	642.61	56.30	672.75
(iii)	Net gain on fair value changes	28.73	9.87	64.78	38.61	115.16	225.33
(iv)	Sale of devices	447.35	9.23	26.45	456.58	26.45	29.87
(v)	Other operating income	41.62	27.71	2.47	69.33	215.47	227.30
(I)	Total revenue from operations	3,654.92	2,772.42	2,827.11	6,427.35	5,766.37	11,897.31
(II)	Other income	14.65	0.58	0.37	15.23	1.94	2.17
(III)	Total Income (I+II)	3,669.57	2,773.00	2,827.48	6,442.58	5,768.31	11,899.48
	Expenses						
(i)	Finance costs	554.49	383.13	356.57	937.61	722.29	1,669.51
(ii)	Impairment of financial assets (Refer Note 10)	(30.41)	121.55	338.39	91.14	369.96	1,394.60
(iii)	Loss on derecognition of financial assets	-	-	-	-	-	130.00
(iv)	Cost of materials consumed	267.17	7.54	-	274.71	-	27.08
(v)	Employee benefits expenses	1,090.90	1,075.51	884.26	2,166.41	1,709.13	3,824.51
(vi)	Depreciation and amortization	350.36	339.78	276.46	690.15	539.82	1,151.97
(vii)	Others expenses	429.22	234.15	232.38	663.37	478.23	1,267.57
(IV)	Total Expenses	2,661.73	2,161.66	2,088.06	4,823.39	3,819.43	9,465.24
(V)	Profit before tax (III-IV)	1,007.84	611.34	739.42	1,619.19	1,948.88	2,434.24
(VI)	Tax expense :						
(1)	Current tax	274.51	232.57	299.23	507.09	729.13	1,440.49
(2)	Deferred tax	(18.11)	(27.97)	(29.68)	(46.08)	(97.42)	(392.31)
(VII)	Profit for the period (V-VI)	751.44	406.74	469.87	1,158.18	1,317.17	1,386.06
	Profit for the period attributable to:						
	Owners of the Company	743.57	468.18	500.72	1,211.75	1,348.02	1,723.08
	Non-controlling interest	7.87	(61.44)	(30.85)	(53.57)	(30.85)	(337.02)
(VIII)	Other Comprehensive Income	-	-	-	-	-	12.22
(IX)	Total Comprehensive Income (VII+VIII)	751.44	406.74	469.87	1,158.18	1,317.17	1,398.28
	Total comprehensive income for the period attributable to:						
	Owners of the Company	743.57	468.18	500.72	1,211.75	1,348.02	1,734.67
	Non-controlling interest	7.87	(61.44)	(30.85)	(53.57)	(30.85)	(336.39)
(X)	Paid-up equity share capital (Face value of 10/- each)	7,773.43	7,773.43	7,773.43	7,773.43	7,773.43	7,773.43
(XI)	Reserves excluding Revaluation reserve	-	-	-	-	-	44,341.29
(XII)	Earnings per share (not annualised):						
(a)	Basic (Rs.)	0.96	0.60	0.60	1.56	1.69	2.22
(b)	Diluted (Rs.)	0.95	0.59	0.59	1.54	1.67	2.19
(c)	Face value per equity share (Rs)	10.00	10.00	10.00	10.00	10.00	10.00

Notes :-

1) Consolidated Statement of Assets and Liabilities as at September 30, 2020

S.No.	Particulars	(Rs. In lakhs)	
		As at September 30, 2020 Unaudited	As at March 31, 2020 Audited
	ASSETS		
1	Financial Assets		
(a)	Cash & cash equivalents	9,217.21	6,797.62
(b)	Bank balances other than Cash & cash equivalents	5,703.29	117.53
(c)	Receivables		
(i)	Trade Receivables	368.46	231.25
(ii)	Other Receivables	10.00	19.23
(d)	Loans	61,356.09	56,451.72
(e)	Investments	4,249.22	863.41
(f)	Other financial assets	1,709.64	414.58
2	Non-financial Assets		
(a)	Inventories	134.59	11.56
(b)	Current tax assets(net)	346.02	387.04
(c)	Deferred tax asset (net)	746.54	700.44
(d)	Property, plant and equipment	1,654.52	1,731.11
(e)	Capital work in progress	0.70	42.16
(f)	Goodwill on Consolidation	352.26	352.26
(g)	Other intangible assets	525.52	469.23
(h)	Intangible Assets Under Development	128.25	89.80
(i)	Right of use assets	1,923.25	1,900.82
(j)	Other non-financial assets	579.31	478.97
	TOTAL ASSETS	89,204.87	71,258.73
	LIABILITIES AND EQUITY		
1	LIABILITIES		
(a)	Financial Liabilities		
	Payables		
	- Trade Payables		
	total outstanding dues of micro enterprises and small enterprises	0.99	0.16
	total outstanding dues of creditors other than micro enterprises and small enterprises	196.55	133.46
	- Other Payables		
	total outstanding dues of micro enterprises and small enterprises	-	-
	total outstanding dues of creditors other than micro enterprises and small enterprises	47.01	44.81
(b)	Debt Securities	10,942.11	4,077.70
(c)	Borrowings	10,854.32	8,161.90
(d)	Other financial liabilities	7,340.51	5,187.84
2	Non-Financial Liabilities		
(a)	Current tax liabilities (net)	225.79	383.34
(b)	Provisions	409.07	222.51
(c)	Other non-financial liabilities	813.24	385.21
3	Equity		
(a)	Equity share capital	7,773.43	7,773.43
(b)	Other equity	48,062.47	44,341.29
4	Non-controlling interest	2,539.38	547.08
	TOTAL - LIABILITIES AND EQUITY	89,204.87	71,258.73



2) Consolidated Statement of Cash Flows for the half year ended September 30, 2020

S.No.	Particulars	(Rs. In Lakhs)	
		September 30, 2020 Unaudited	September 30, 2019 Unaudited
1	Cash From Operating Activities: Net profit before tax Non-cash/ separately considered income/expense Other Adjustments Net Cash (used in) / generated from operating activities (A)	1,619.19 1,079.01 (4,682.29) (1,984.09)	1,948.88 1,008.70 (21.90) 2,935.68
2	Net Cash (used in) investing activities (B)	(9,272.44)	(989.65)
3	Net cash generated from / (used in) financing activities (C)	13,676.12	(2,413.44)
4	Net increase / (decrease) in cash and cash equivalents (A+B+C)	2,419.59	(467.41)
5	Cash and cash equivalents as at the beginning of the period	6,797.62	2,947.49
6	Cash received on acquisition of Subsidiary	-	131.29
7	Cash and cash equivalents as at the end of the period	9,217.21	2,611.37

- 3) These Financial Results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act 2013 (the Act) read with relevant rules issued thereunder and guidelines issued by the Reserve Bank of India (RBI). The figures have been presented in accordance with the format prescribed for financial statements for a Non-Banking Financial Companies (NBFC) whose financial statements are drawn up in compliance of the Companies (Indian Accounting Standards) Rules 2015, in Division III of Notification No. GSR 1022 (E) dated October 11, 2018, issued by the Ministry of Corporate Affairs, Government of India.
- 4) The results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on November 11, 2020.
- 5) The auditors have carried out Limited Review of the financial results for the quarter and half year ended September 30, 2020, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)
- 6) During the Half year ended September 30, 2020, the Company has issued 750 Secured Redeemable, Non-Convertible Debentures of the face value of Rs. 10 Lakhs each issued at par. These Debentures are fully secured by pari passu charge by hypothecation of book debts including coupon.
- 7) Consolidated Segment information in accordance with the Ind AS 108 – Operating Segments of the Group is as under:

Sr. No.	Particulars	Quarter Ended			Half Year Ended		Year ended
		September 30, 2020 Unaudited	June 30, 2020 Unaudited	September 30, 2019 Unaudited	September 30, 2020 Unaudited	September 30, 2019 Unaudited	March 31, 2020 (Audited)
1	Segment Revenue Lending business Prepaid Payment Instrument business Total Segment Revenue	2,742.39 927.18 3,669.57	2,523.21 249.79 2,773.00	2,798.51 28.97 2,827.48	5,265.60 1,176.98 6,442.58	5,739.34 28.97 5,768.31	11,292.31 607.17 11,899.48
2	Segment Results (Profit before Tax) Lending business Prepaid Payment Instrument business Others Total Segment Results	974.89 33.24 (0.29) 1,007.84	778.98 (167.43) (0.21) 611.34	808.08 (67.76) (0.90) 739.42	1,753.87 (134.18) (0.50) 1,619.19	2,017.81 (67.76) (1.17) 1,948.88	3,346.63 (904.81) (7.58) 2,434.24
3	Segment Assets Lending business Prepaid Payment Instrument business Unallocated Others Total Segment Assets	76,162.70 11,943.81 1,092.56 5.80 89,204.87	70,125.45 6,193.04 1,096.08 6.40 77,420.97	63,704.43 3,972.71 629.85 10.11 70,317.10	76,162.70 11,943.81 1,092.56 5.80 89,204.87	65,704.43 3,972.71 629.85 10.11 70,317.10	64,724.13 5,439.35 1,087.49 7.76 71,258.73
4	Segment Liabilities Lending business Prepaid Payment Instrument business Unallocated Others Total Segment Liabilities	24,944.34 5,657.36 225.79 2.10 30,829.59	19,589.50 4,361.21 183.46 2.37 24,336.54	14,918.87 2,905.41 250.42 2.47 18,077.17	24,944.34 5,657.36 225.79 2.10 30,829.59	14,918.87 2,905.41 250.42 2.47 18,077.17	14,568.02 3,642.07 383.34 3.50 18,596.93

Note : Business Segments have been identified and reported taking into account the nature of products and services, the organisation structure, the internal business reporting system and the guidelines prescribed by the RBI.

- 8) The shareholders of the Company had approved final dividend for the year ended March 31, 2020 @ Re. 0.1 per share (1%) on each equity share having a face value of Rs. 10 each aggregating to Rs. 77.73 lakhs in the annual general meeting held on September 28, 2020, which has been appropriated during the quarter and half year ended September 30, 2020.
- 9) The Board of Directors of the Rapipay Fintech Holding Private Limited and Rapipay Fintech Private Limited, in their meeting held on January 27, 2020, have approved the amalgamation of Rapipay Fintech Holding Private Limited with Rapipay Fintech Private Limited. The Board of the respective Companies believes this will simplify the corporate structure and consolidate its similar businesses under single entity. Further, the Rapipay Fintech Holding Private Limited and Rapipay Fintech Private Limited has filed a first motion application on March 2, 2020 with National Company Law Tribunal in this respect, under section 230 to 232 and other applicable provisions of the Companies Act, 2013 read with Companies (Compromise, Arrangements and Amalgamations) Rules, 2016 and the National Company Law Tribunal Rules.
- 10) The outbreak of COVID-19 pandemic across the globe and in India has contributed to a significant decline and volatility in the global and Indian financial markets and slowdown in the economic activities. The Reserve Bank of India (RBI) has issued guidelines relating to COVID-19 Regulatory Package and in accordance therewith, the Company had provided moratorium on the payment of all principal amounts and/or interest, as applicable, falling due between March 1, 2020 and August 31, 2020 to all eligible borrowers classified as standard, even if the said amounts were overdue on February 29, 2020. For all such accounts, where the moratorium was granted, the asset classification remained standstill during the moratorium period (i.e., the number of days past due shall exclude the moratorium period for the purpose of asset classification as per the policy).
Given the uncertainty over the potential macro-economic impact and external developments including the final decision of the Honourable Supreme Court in relation to moratorium and other related matters, the Management has considered internal and external information up to the date of approval of these financial results, and has estimated overlays and made certain judgements in accordance with the policy of the Company for the purpose of determination of the provision for impairment of financial assets carried at amortised cost and in relation to revenue recognition.
The provision for expected credit loss on financial assets as at September 30, 2020 aggregates Rs. 1,869.86 lakh (as on March 31, 2020 - Rs.1,778.71 lakh) which includes management overlay for potential impact on account of the pandemic. Based on the current indicators of future economic conditions, the Company considers these provisions to be adequate.
The extent to which the pandemic could impact future results of the Company will depend on future developments, which are highly uncertain. Given the uncertainty over the potential macro-economic condition and judicial decisions, the impact of the COVID pandemic may be different from that estimated as at the date of approval of these financial results and the Company will continue to closely monitor any material changes to future economic conditions, which will be given effect to in the respective future period.
- 11) The figures for the quarter ended September 30, 2020 and September 30, 2019 are the balancing figures between unaudited figures in respect of the half year ended September 30, 2020 and September 30, 2019 and the unaudited figures of the quarter ended June 30, 2020 and June 30, 2019 respectively.
- 12) The Code on Wages, 2019 and Code Social Security, 2020 ("the Codes") relating to employees compensation and post-employment benefits that received Presidential assent have not been notified. Further, the related rules for quantifying the financial impact have not been notified. The Company will assess the impact of the Codes when the rules are notified and will record any related impact in the period the Codes become effective.
- 13) Previous period/year figures have been regrouped/reclassified to make them comparable with those of current period.

By order of the Board
Capital India Finance Limited

Amit Sahai Kulshrestha

Amit Sahai Kulshrestha
Executive Director & CEO
DIN : 07869849

Place: New Delhi
Date : November 11, 2020



**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM
STANDALONE FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
CAPITAL INDIA FINANCE LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **CAPITAL INDIA FINANCE LIMITED** (the "Company"), for the quarter and half year ended September 30, 2020 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
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 the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 Companies Act, 2013 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 the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



**Deloitte
Haskins & Sells LLP**

5. We draw attention to Note 10 to the financial results, in which the Company describes the uncertainties arising from COVID 19 pandemic.

Our conclusion on the Statement is not modified in respect of this matter.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Pallavi A. Gorakshakar
(Partner)
Membership No. 105035
UDIN: 20105035AAAKY1122

Place: Mumbai
Date: November 11, 2020

CAPITAL INDIA FINANCE LIMITED
 Regd.off : 2nd floor, DLF Centre, Sansad Marg, New Delhi 110001, P.: 011-49546000
 CIN: L74899DL1994PLC128577, Website : www.capitalindia.com, Email : secretarial@capitalindia.com

(Rs. In lakhs)

Statement of Standalone Unaudited Financial Results for the quarter and half year ended September 30, 2020

S.No.	Particulars	Quarter Ended			Half Year ended		Year ended
		September 30, 2020 Refer Note 11	June 30, 2020 Unaudited	September 30, 2019 Refer Note 11	September 30, 2020 Unaudited	September 30, 2019 Unaudited	March 31, 2020 Audited
	Revenue from operation						
(i)	Interest income	2,353.90	2,260.71	2,627.70	4,614.61	5,218.79	10,277.24
(ii)	Fees and commission income	12.01	-	14.04	12.01	54.80	101.19
(iii)	Net gain on fair value changes	22.37	2.38	48.94	24.75	94.97	140.98
(iv)	Other operating income	12.46	-	-	12.46	-	-
(I)	Total revenue from operations	2,400.74	2,263.09	2,690.68	4,663.83	5,368.56	10,519.41
(II)	Other income	-	-	0.04	-	1.61	4.63
(III)	Total Income (I+II)	2,400.74	2,263.09	2,690.72	4,663.83	5,370.17	10,524.04
	Expenses						
(i)	Finance costs	448.78	317.59	319.95	766.37	666.15	1,294.35
(ii)	Employee benefits expense	552.58	620.68	624.10	1,173.26	1,249.91	2,293.91
(iii)	Depreciation & amortisation	230.13	221.45	192.96	451.59	385.04	772.22
(iv)	Impairment of financial assets (Refer Note 10)	(57.41)	109.55	203.70	52.14	227.99	1,338.98
(v)	Other expenses	151.24	124.46	155.25	275.69	358.61	700.19
(IV)	Total Expenses	1,325.32	1,393.73	1,495.96	2,719.05	2,887.70	6,399.65
(V)	Profit before tax (III-IV)	1,075.42	869.36	1,194.76	1,944.78	2,482.47	4,124.39
(VI)	Tax Expenses						
(1)	Current tax	274.51	232.57	299.23	507.09	729.13	1,440.49
(2)	Deferred tax	1.27	(13.73)	(21.89)	(12.46)	(76.75)	(354.36)
(VII)	Profit for the period/ year (V-VI)	799.64	650.52	917.42	1,450.15	1,830.09	3,038.26
(VIII)	Other Comprehensive Income	-	-	-	-	-	7.08
(IX)	Total comprehensive income (VII+VIII)	799.64	650.52	917.42	1,450.15	1,830.09	3,045.34
(X)	Paid up Equity Share Capital (Face value of Rs 10/- each)	7,773.43	7,773.43	7,773.43	7,773.43	7,773.43	7,773.43
(XI)	Reserves excluding Revaluation reserves						46,184.35
(XII)	Earnings per share (not annualised):						
(a)	Basic (Rs.)	1.03	0.84	1.18	1.87	2.35	3.91
(b)	Diluted (Rs.)	1.02	0.83	1.16	1.84	2.32	3.86
(c)	Face value per equity share (Rs)	10.00	10.00	10.00	10.00	10.00	10.00

Notes :-

1) Statement of Assets and Liabilities as at September 30, 2020

S.No.	Particulars	(Rs. In lakhs)	
		As at September 30, 2020 Unaudited	As at March 31, 2020 Audited
	ASSETS		
1	Financial Assets		
(a)	Cash & cash equivalents	1,112.02	3,259.29
(b)	Bank balances other than Cash & cash equivalents	2,736.53	1.53
(c)	Receivables		
	- Other Receivables	10.00	19.23
(d)	Loans	52,263.74	49,409.06
(e)	Investments	14,904.02	11,150.51
(f)	Other financial assets	281.79	262.45
2	Non-financial Assets		
(a)	Current tax assets (net)	148.42	163.46
(b)	Deferred tax asset (net)	643.27	630.81
(c)	Property, plant and equipment	1,069.54	1,079.72
(d)	Other intangible assets	213.14	172.30
(e)	Capital work in progress	0.70	42.16
(f)	Right of use assets	925.38	769.80
(g)	Other non-financial assets	371.83	266.33
	TOTAL ASSETS	74,680.38	67,226.65
	LIABILITIES AND EQUITY		
	LIABILITIES		
1	Financial Liabilities		
(a)	Payables		
	- Trade Payables		
	total outstanding dues of micro enterprises and small enterprises	0.11	0.16
	total outstanding dues of creditors other than micro enterprises and small enterprises	94.26	74.86
(b)	Debt Securities	10,942.11	4,077.70
(c)	Borrowings	6,546.87	7,619.45
(d)	Other financial liabilities	1,241.37	947.57
2	Non-Financial Liabilities		
(a)	Current tax liabilities (net)	225.79	383.34
(b)	Provisions	223.06	103.21
(c)	Other non-financial liabilities	68.07	62.58
	EQUITY		
(a)	Equity share capital	7,773.43	7,773.43
(b)	Other equity	47,565.31	46,184.35
	TOTAL - LIABILITIES AND EQUITY	74,680.38	67,226.65



2) Cash Flows Statement for the period ended September 30, 2020

S.No.	Particulars	(Rs. In lakhs)	
		Six month ended September 30, 2020 Unaudited	Six month ended September 30, 2019 Unaudited
1	Cash From Operating Activities:		
	Net profit before tax	1,944.78	2,482.47
	Non-cash/ separately considered income/expense	680.61	708.96
	Other Adjustments	(3,530.39)	3,230.64
	Net Cash (used in)/ generated from operating activities (A)	(905.00)	6,422.07
2	Net Cash (used in) investing activities (B)	(6,693.68)	(3,960.89)
3	Net cash generated from/ (used in) financing activities (C)	5,451.41	(2,516.71)
4	Net decrease in cash and cash equivalents (A+B+C)	(2,147.27)	(55.53)
5	Cash and cash equivalents as at the beginning of the period	3,259.29	2,494.11
6	Cash and cash equivalents as at the end of the period	1,112.02	2,438.58

- 3) These Financial Results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act 2013 ('the Act') read with relevant rules issued thereunder and guidelines issued by the Reserve Bank of India (RBI). The figures have been presented in accordance with the format prescribed for financial statements for a Non-Banking Financial Companies (NBFC) whose financial statements are drawn up in compliance of the Companies (Indian Accounting Standards) Rules 2015, in Division III of Notification No. GSR 1022 (E) dated October 11, 2018, issued by the Ministry of Corporate Affairs, Government of India.
- 4) The results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on November 11, 2020.
- 5) The auditors have carried out Limited Review of the financial results for the quarter and half year ended September 30, 2020, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)
- 6) The main business of the Company is financing activity. Further, all activities are carried out within India. As such, there are no separate reportable segments as per the Indian Accounting Standard 108 (Ind AS) on Operating Segments.
- 7) During the quarter ended September 30, 2020 the Company has invested Rs. 1,000 lakhs by subscribing 100 lakhs equity shares at face value of Rs. 10 each of its subsidiary, Capital India Home Loans Limited.
- 8) During the half year ended September 30, 2020, the Company has issued 750 Secured Redeemable, Non-Convertible Debentures of the face value of Rs. 10 Lakhs each issued at par. These Debentures are fully secured by pari passu charge by hypothecation of book debts including coupon.
- 9) The shareholders of the Company had approved final dividend for the year ended March 31, 2020 @ Re. 0.1 per share (1%) on each equity share having a face value of Rs. 10 each aggregating to Rs. 77.73 lakhs in the annual general meeting held on September 28, 2020, which has been appropriated during the quarter and half year ended September 30, 2020.
- 10) The outbreak of COVID-19 pandemic across the globe and in India has contributed to a significant decline and volatility in the global and Indian financial markets and slowdown in the economic activities. The Reserve Bank of India (RBI) has issued guidelines relating to COVID-19 Regulatory Package and in accordance therewith, the Company had provided moratorium on the payment of all principal amounts and/or interest, as applicable, falling due between March 1, 2020 and August 31, 2020 to all eligible borrowers classified as standard, even if the said amounts were overdue on February 29, 2020. For all such accounts, where the moratorium was granted, the asset classification remained standstill during the moratorium period (i.e., the number of days past due shall exclude the moratorium period for the purpose of asset classification as per the policy).
Given the uncertainty over the potential macro-economic impact and external developments including the final decision of the Honourable Supreme Court in relation to moratorium and other related matters, the Management has considered internal and external information up to the date of approval of these financial results, and has estimated overlays and made certain judgements in accordance with the policy of the Company for the purpose of determination of the provision for impairment of financial assets carried at amortised cost and in relation to revenue recognition.
The provision for expected credit loss on financial assets as at September 30, 2020 aggregates Rs. 1,785.86 lakh (as on March 31, 2020 - Rs. 1,733.71 lakh) which includes management overlay for potential impact on account of the pandemic of Rs. 1,238.71 lakh (as on March 31, 2020 - Rs. 1,292.38 lakh). Based on the current indicators of future economic conditions, the Company considers these provisions to be adequate.
The extent to which the pandemic could impact future results of the Company will depend on future developments, which are highly uncertain. Given the uncertainty over the potential macro-economic condition and judicial decisions, the impact of the COVID pandemic may be different from that estimated as at the date of approval of these financial results and the Company will continue to closely monitor any material changes to future economic conditions, which will be given effect to in the respective future period.
- 11) The figures for the quarter ended September 30, 2020 and September 30, 2019 are the balancing figures between unaudited figures in respect of the half year ended September 30, 2020 and September 30, 2019 and the unaudited figures of the quarter ended June 30, 2020 and June 30, 2019 respectively.
- 12) The Code on Wages, 2019 and Code Social Security, 2020 ("the Codes") relating to employees compensation and post-employment benefits that received Presidential assent have not been notified. Further, the related rules for quantifying the financial impact have not been notified. The Company will assess the impact of the Codes when the rules are notified and will record any related impact in the period the Codes become effective.
- 13) Previous period/year figures have been regrouped/reclassified to make them comparable with those of current period.

By order of the Board
Capital India Finance Limited

Amit Sahai Kulshreshtha

Amit Sahai Kulshreshtha
Executive Director & CEO
DIN: 07869849

Place: Mumbai
Date: November 11, 2020

