

**M.P. Chitale & Co.,
Chartered Accountants**

759/70, Vatsala Bhavan, Prabhat Road, Lane No. 1, Pune - 411 004

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Independent Auditors' Limited Review Report on the Quarterly Unaudited Standalone Financial Results of Asirvad Micro Finance Limited pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**Review report to,
The Board of Directors of
Asirvad Micro Finance Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Asirvad Micro Finance Limited ("the Company") for the quarter ended June 30, 2023, attached herewith ("the Statement") being submitted by the Company pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended from time to time ("the Listing Regulations").
2. This Statement, which is the responsibility of the Company's management and approved by the 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 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on this Statement based on our review.
3. We conducted our review of the Statement in accordance with Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Financial Statement are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited standalone financial results prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards specified under

section 133 of the Act as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 52 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For M. P. Chitale & Co.

Chartered Accountants

ICAI Firm Registration No. 101851W

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Date: 2023.08.07
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Sanat Ulhas Chitale

Partner

ICAI Membership Number: 143700

UDIN: 23143700BGXAXI7363

Place: Pune

Date: August 07, 2023

Asirvad Micro Finance Limited
 (Subsidiary of Manappuram Finance Limited)
 CIN: U65923TN2007PLC064550
 Regd Office: 9th Floor, No 9, Club House Road, Anna Salai, Chennai - 600002
Statement of Unaudited Standalone Financial Results for the quarter ended 30 June 2023

Notes to the Unaudited Standalone Financial Results:

1. The unaudited standalone financial results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of Asirvad Micro Finance Limited (the Company) at its meetings held on 05 August 2023 and 07 August 2023 respectively and have been subjected to limited review by statutory auditors, pursuant to regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. The unaudited standalone 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 read with Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time and other accounting principles generally accepted in India.

These unaudited standalone financial results are available on the website of the Company viz <https://asirvadmicrofinance.co.in/results/> and on the website of BSE Limited (www.bseindia.com). The unaudited standalone financial results are prepared following the same accounting policies and practices as those followed in the audited annual financial statements for the year ended 31 March 2023.

2. The Company is primarily engaged in the business of Micro Finance and hence, does not have any additional disclosures to be made under Ind AS108 - Operating Segments.

3. The following are the details of nature and extent of security provided towards secured listed non convertible debentures.

Serial Number	ISIN Number	Nature of security	Outstanding balance as on 30 June 2023 (Amount in Rs. lakhs)	Rate of Interest	Security Cover
1	INE516Q07390	Accounts receivable	4,880.00	9.85%	105%
2	INE516Q07408	Accounts receivable	13,420.00	9.71%	105%
3	INE516Q07416	Accounts receivable	7,300.00	11.05%	105%
4	INE516Q07424	Accounts receivable	14,500.00	11.05%	110%
5	INE516Q07432	Accounts receivable	7,530.00	9.70%	105%
6	INE516Q07440	Accounts receivable	10,000.00	9.60%	105%
7	INE516Q07457	Accounts receivable	11,500.00	8.50%	100%

4. Additional information as required under Regulation 52 (4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (amended) as presented in below table.

Serial Number	Particulars	Quarter ended 30 June 2023
1	Debt equity ratio (no. of times)	3.99
2	Debt service coverage ratio	-
3	Interest service coverage ratio	-
4	Outstanding redeemable preference shares	Nil
5	Capital redemption reserve (Amount in Rs. Lakhs)	500.00
6	Debenture redemption reserve	-
7	Net worth (Amount in Rs. Lakhs)	1,80,097.25
8	Net profit after tax (Amount in Rs. Lakhs)	11,118.16
9	Earnings per share (in Rs.) (Face value of Rs. 10 per equity share)	-
	Basic	17.74
	Diluted	17.74
10	Current ratio (no. of times)	1.59
11	Long term debt to working capital (no. of times)	0.65
12	Bad debts to accounts receivable ratio	-
13	Current liability ratio (no. of times)	0.59
14	Total debts to total assets (no. of times)	0.71
15	Debtors turnover	-
16	Inventory turnover	-
17	Operating margin (%)	24.68%
18	Net profit margin (%)	17.08%
19	Sector specific equivalent ratios	-
	GNPA%	2.89%
	NNPA%	1.29%
	Capital to risk-weighted assets ratio (Calculated as per RBI guidelines)	22.64%

The following are the formulae used for the computation of ratios presented above.

Serial Number	Ratio	Formula
1	Debt Equity Ratio	(Debt securities + Borrowings (Other than debt securities) + Subordinate Liabilities - Cash and cash equivalents) / (Equity share capital + Other equity)
2	Total debt to total assets	(Debt securities + Borrowings (Other than debt securities) + Subordinate Liabilities) / (Total assets)
3	Operating Margin	(Profit before tax (PBT)) / (Total income)
4	Net Profit Margin	(Profit after tax (PAT)) / (Total income)
5	% of Gross NPA	(Stage III loans) / (Gross loan outstanding)
6	% of Net NPA	(Stage III loans - Expected Credit Losses (ECL) on stage III loans) / (Gross loan outstanding - ECL on Stage III Loans)
7	Current Ratio	(Current assets) / (Current liabilities)
8	Current Liability Ratio	(Current Liabilities) / (Total Liabilities)
9	Long term debt to working capital	(Long term debt) / (current assets - current liabilities)

For Identification Purpose Only



Resub

Asirvad Micro Finance Limited
 (Subsidiary of Manappuram Finance Limited)
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Statement of Unaudited Standalone Financial Results for the quarter ended 30 June 2023

5 The details of loans transferred and investment made in security receipts during the quarter ended 30 June 2023 to Asset Reconstruction Company

Particulars		Details (Amount in Rs. lakhs)
(i)	Number of Accounts (Nos.)	67 900
(ii)	Aggregate principal outstanding of loans transferred	9 530
(iii)	Weighted average residual tenure of the loans transferred (Months)	3.66
(iv)	Net book value of loans transferred (At the time of transfer)*	4 907
(v)	Aggregate consideration	3 145
(vi)	Additional consideration realised in respect of accounts transferred in earlier years	
(vii)	Investment in Security Receipts (SR) #	2,673

*SRs currently not rated, to be rated within timelines as per RBI guidelines.
 #Net book value includes accrued interest net of ECL provision

6 During the quarter ended 30 June 2023, the Company has signed deed of assignment with Edelweiss Asset Reconstruction Company Limited ("EARC") and transferred identified pool of loans for a consideration of Rs. 3,145 lakhs. The Company has recognised a loss on derecognition of loans pursuant to the transfer of loans to Edelweiss ARC, (including reversal of provision for impairment loss) amounting to Rs. 1,762.95 lakhs.

The Company has subscribed to the security receipts ("SR") issued by Edelweiss Trust amounting to Rs. 2,673 Lakhs. The SR shall be tested for impairment as per the extant RBI guidelines and Ind AS 109, Financial Instruments on a periodic basis.

7 Details of loan transferred during the quarter ended 30 June 2023 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 are given below

Serial	Particulars	Quarter Ended 30 June 2023
1	Aggregate amount of loans transferred (Rs. in Lakhs)	1,00,529.66
2	Weighted average residual maturity (in years)	1.46
3	Weighted average holding period (in years)	0.46
4	Retention of beneficial interest	0.10
5	Tangible security Cover	Nil
6	Rating wise distribution of loans acquired by value	Nil

Note:

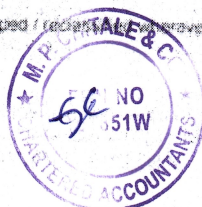
- 1 The Company has not transferred any non-performing assets.
- 2 The Company has not acquired any loan through assignment.
- 3 The Company has not acquired any stressed loans.

8 The Company has been consistently regular in servicing all its borrowings. During the quarter ended June 30, 2023, there has been breach of certain covenants. Based on the discussions with the lenders/investors, the Company has no reason to believe that any adverse action, such as levy of higher interest or a recall of the facility, will be invoked by the lenders/investors on account of such breach. Accordingly, no adjustments are required in these financial results.

9 The Company has made an allotment of 41,20,879 equity shares fully paid up of face value of Rs. 10 each at a price of Rs. 364/- per share (including premium of Rs. 354 per share) aggregating to Rs. 149,99,39,856 /- (Rupees One Hundred Forty Nine Crore Ninety Nine Lakh Ninety Nine Thousand Nine Hundred and Fifty Six Only) on right basis each ranking pari-passu to the existing shares of the Company.

10 The figures for the quarter ended March 31, 2023 are the balancing figures between audited figures in respect of the full financial year and published year-to-date figures upto the third quarter of the relevant financial year which were subjected to a limited review by the statutory auditors.

11 Previous period figures have been regrouped / reclassified wherever necessary to conform with the current period presentation.



For Identification Purpose Only



For and on behalf of the Board of Directors

[Signature]

B N Ravendran Babu
 Managing Director
 (DIN No.00643623)

Place: Valadap
 Date: 07 August 2023