



DMI FINANCE PRIVATE LIMITED

May 22, 2023

**BSE Limited
Department of Corporate Services,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai – 400001**

Subject: Intimation pursuant to Regulation 51 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Dear Sir/Madam,

With reference to the above-mentioned captioned subject and pursuant to Regulation 51 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Part B of Schedule III of the Listing Regulations (as amended from time to time) ("**Listing Regulations**"), we wish to inform you that the Board of Directors of the Company at its Meeting held on May 22, 2023, has inter-alia, considered and approved the following:

- a) Audited Standalone Financial Results of the Company for the quarter and financial year ended March 31, 2023 along with the Statement of Assets and Liabilities and Statement of Cash Flows of the Company as at the end of year March 31, 2023 and Audit Report by the Statutory Auditors of the Company thereon pursuant to Regulation 52 of Listing Regulations, enclosed as **Annexure-I**.
- b) Audited Consolidated Financial Results of the Company for the financial year ended March 31, 2023 along with the Statement of Assets and Liabilities and Statement of Cash Flows of the Company as at the end of year March 31, 2023 and Audit Report by the Statutory Auditors of the Company thereon pursuant to Regulation 52 of Listing Regulations, enclosed as **Annexure-II**.
- c) Appointment of Mr. Masakazu Osawa (DIN: 10138005) as an Additional Director in the category of Nominee Director of the Company on behalf of MUFG Bank Limited.
- d) Mr. Krishan Gopal, Chief Financial Officer and Key Managerial Personnel of the Company has tendered his resignation and has been relieved from his position from close of working hours of May 22, 2023.
- e) Conversion of the Company from Private Limited Company to Public Limited Company and corresponding Alteration of Memorandum and Articles of Association of the Company.
- f) To serve as a Corporate Agent subject to approval from Insurance Regulatory and Development Authority of India (IRDAI).

You are requested to take the same on records.

Thanking You,

Yours sincerely,

For DMI Finance Private Limited




**Sahib Palta
Head- Company Secretary & Compliance
A24789**

Express Building, 3rd Floor, 9-10, Bahadur Shah Zafar Marg, New Delhi- 110002

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U65929DL2008PTC182749

Independent Auditor's Report

To the Board of Directors of
DMI Finance Private Limited

Report on the Audit of Standalone Financial Results

Opinion

We have audited the Standalone Financial Results of DMI Finance Private Limited ("the Company") for the year ended 31 March, 2023 included in the accompanying 'Statement of Standalone Financial Results for the quarter and year ended 31 March 2023' ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of Regulation 52 of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act 2013 ("the Act") read with relevant rules issued thereunder, RBI guidelines and other accounting principles generally accepted in India, of the net profit and total comprehensive income and other financial information for the year ended 31 March 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Statement* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Statement

This Statement has been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these Standalone Financial Results that give a true and fair view of the net profit and total comprehensive income and other financial information of the Company in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations and RBI Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.



In preparing the Standalone Financial Results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities for the Audit of the Statement

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone Financial Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Standalone Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Standalone Financial Results, including the disclosures, and whether the Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



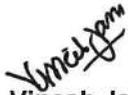
Other Matter

The Standalone Financial Results include results for the quarter ended 31 March 2023 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For **S.N. Dhawan & CO LLP**

Chartered Accountants

Firm Registration No : 000050N/N500045



Vinesh Jain

Partner

Membership No.: 087701

UDIN.: 23087701BGWNI18433



Place: Gurugram

Date: 22 May 2023


DMI Finance Private Limited
 Express Building, 3rd Floor, Bahadur Shah Zafar Marg, New Delhi-110002
 CIN - U65929DL2008PTC182749
Standalone Statement of Assets and Liabilities as at March 31, 2023
 (All Amounts in Rs. in million, except for share data unless stated otherwise)

Particulars	As at March 31, 2023 (Audited)	As at March 31, 2022 (Audited)
ASSETS		
Financial assets		
Cash and cash equivalents	5,628.39	6,533.27
Bank balance other than cash and cash equivalents	560.10	294.45
Trade receivables	308.05	57.07
Loans	67,331.33	46,801.15
Investments	8,465.14	10,688.86
Other financial assets	1,089.55	1,608.08
Total financial assets	83,382.56	65,982.88
Non financial assets		
Current tax assets (net)	185.78	284.71
Deferred tax assets (net)	1,127.16	803.53
Property, plant and equipment	140.53	104.18
Capital work in progress	-	23.27
Intangible assets under development	8.78	-
Right of use asset	196.35	234.95
Other intangible assets	21.66	31.41
Other non financial assets	165.66	103.56
Total non financial assets	1,845.92	1,585.61
Assets held for sale	75.00	143.88
TOTAL ASSETS	85,303.48	67,712.37
LIABILITIES AND EQUITY		
LIABILITIES		
Financial liabilities		
Payables		
A) Trade payables		
(i) total outstanding dues of micro and small enterprises	8.97	94.79
(ii) total outstanding dues of creditors other than micro and small enterprises	1,133.20	659.67
B) Other payables		
(i) total outstanding dues of micro and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro and small enterprises	525.06	379.87
Debt securities	16,837.91	18,552.27
Borrowings (other than Debt Securities)	23,888.51	8,965.53
Lease liabilities	242.29	276.36
Other financial liabilities	283.98	162.87
Total financial liabilities	42,919.92	29,091.36
Non financial liabilities		
Provisions	96.35	77.25
Other non-financial liabilities	226.04	62.89
Total non financial liabilities	322.39	140.14
Equity		
Equity share capital	6,567.75	6,567.00
Other equity	35,493.42	31,913.87
	42,061.17	38,480.87
TOTAL LIABILITIES AND EQUITY	85,303.48	67,712.37



 **DMI Finance Private Limited**
Express Building, 3rd Floor, Bahadur Shah Zafar Marg, New Delhi-110002
CIN - U65929DL2008PTC182749

Statement of unaudited/audited standalone financial results for the quarter and financial year ended March 31, 2023
(All Amounts in Rs. in million, except for share data unless stated otherwise)

Particulars	For the quarter ended March 31, 2023	For the quarter ended Dec 31, 2022	For the quarter ended March 31, 2022	For the year ended March 31, 2023	For the year ended March 31, 2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
Revenue from operations					
Interest income	4,339.98	4,322.02	2,363.70	15,969.48	7,837.11
Fees and commission Income	93.49	41.47	31.32	201.74	118.86
Net gain on fair value changes	78.32	(158.13)	567.20	197.60	1,005.79
Total revenue from operations	4,511.79	4,205.36	2,962.22	16,368.82	8,961.76
Other income	67.78	46.59	37.28	196.24	144.51
Total Income	4,579.57	4,251.95	2,999.50	16,565.06	9,106.27
Expenses					
Finance costs	833.03	772.92	497.07	3,018.66	1,916.53
Fees and commission expense	317.91	481.14	121.67	1,329.74	671.05
Impairment on financial instruments	675.89	1,120.89	1,393.74	4,012.20	3,411.93
Employee benefits expense	319.37	317.51	257.02	1,235.22	839.86
Depreciation, amortization and impairment	29.02	28.43	29.24	108.20	98.68
Other expenses	754.32	649.23	496.28	2,482.46	1,386.69
Total expenses	2,929.54	3,370.12	2,795.02	12,186.48	8,324.74
Profit before tax	1,650.03	881.83	204.48	4,378.58	781.53
Tax expense:					
(1) Current tax	388.23	353.19	276.68	1,520.76	645.05
(2) Deferred tax	35.10	(123.68)	(221.70)	(382.34)	(441.32)
Income Tax Expense	424.33	229.51	54.98	1,138.42	203.73
Net profit after tax	1,225.70	652.32	149.50	3,240.16	577.80
Other comprehensive income					
a) Items that will not be reclassified to profit or loss					
(i) Re-measurement gains on gratuity	5.53	-	0.52	5.53	0.52
(ii) Net gain/loss on fair value of equity instruments through other comprehensive income	188.25	(1.04)	816.35	227.72	837.53
Income tax relating to above	(48.78)	0.26	(205.61)	(58.71)	(210.94)
Subtotal (a)	145.00	(0.78)	611.26	174.54	627.11
b) Items that will be reclassified to profit or loss					
(i) Gain/(loss) on Fair Value changes	-	-	-	-	0.57
Income tax relating to above	-	-	-	-	(0.14)
Subtotal (b)	-	-	-	-	0.43
Total other comprehensive income (a+b)	145.00	(0.78)	611.26	174.54	627.54
Total comprehensive income	1,370.69	651.54	760.76	3,414.70	1,205.34
Paid-up equity share capital (face value of Rs. 10 per equity share)				6,567.75	6,567.00
Other equity				35,493.42	31,913.87
Earnings per share (EPS)*					
- Basic (amount in Rs.)	1.87	0.99	0.21	4.93	0.82
- Diluted (amount in Rs.)	1.84	0.98	0.21	4.86	0.81

*EPS for the quarter ended March 31, 2023, Dec 31, 2022, and March 31, 2022 are not annualized.



Statement of Standalone Cash Flows for the year ended March 31, 2023
 (All Amount in Rs. In millions, unless otherwise stated)

	Year ended March 31, 2023	Year ended March 31, 2022
A Cash flow from operating activities:		
Profit before tax	4,378.58	781.53
Adjustments for		
Depreciation and amortisation	108.20	98.68
Net gain on fair value changes	(197.60)	(1,005.79)
Impairment on financial instruments	4,012.20	3,603.77
Interest expense for leasing arrangements	26.33	16.09
Effective interest rate adjustment for financial instruments	75.08	12.76
Asset held for sale written off	68.88	45.97
Dividend income	(3.34)	-
Employee stock option/share warrant expense	160.41	79.01
Operating profit before working capital changes	8,628.74	3,632.02
Changes in working capital		
(Increase) in financial and other assets	(24,670.84)	(17,963.79)
Increase in financial and other liabilities	654.01	388.95
Decrease in non financial assets	(62.10)	(15.03)
Increase in non financial liabilities	187.78	35.92
Total of changes in working capital	(23,891.15)	(17,553.95)
Direct taxes paid (net of refunds)	(1,421.83)	(715.38)
Net cash flow generated from / (used in) operating activities (A)	(16,684.24)	(14,637.31)
B Cash flow from investing activities:		
Inflow (outflow) on account of:		
Purchase of Property, plant and equipment (including capital work-in-progress)/ intangible assets	(71.44)	(61.62)
Purchase of investment	(76,951.65)	8,725.49
Sale of investment	79,996.70	-
Dividend income	3.34	-
Movement of fixed deposits (net)	(265.65)	(27.24)
Net cash flow from / (used in) investing activities (B)	2,711.30	8,636.63
C Cash flow from financing activities:		
Proceed from issue of equity shares (including share premium)	4.97	2,342.62
Receipt of upfront money on share warrant	0.22	-
Proceeds from borrowings (other than debt securities)	31,517.19	8,850.00
Repayment of borrowings (other than debt securities)	(16,664.49)	(1,077.84)
Proceeds from debt securities	1,500.00	-
Repayment of debt securities	(3,219.16)	-
Lease payments	(70.67)	(57.10)
Net cash flow generated from financing activities (C)	13,068.06	10,057.68
Net increase in cash and cash equivalents (A+B+C)	(904.88)	4,057.00
Cash and cash equivalents as at the beginning of the year	6,533.27	2,476.27
Cash and cash equivalents at the end of the year	5,628.39	6,533.27

Notes:

	As at March 31, 2023	As at March 31, 2022
1) Components of cash and cash equivalents		
Cash on hand	0.05	0.05
Balance with banks		
In current accounts and overdraft accounts	5,628.34	5,533.22
deposits with original maturity of less than 3 months	-	1,000.00
Total cash and cash equivalents	5,628.39	6,533.27

2) Statement of Cash Flows has been prepared under indirect method as set out in the IND AS 7 "Statement of Cash Flows"





DMI Finance Private Limited

Express Building, 3rd Floor, Bahadur Shah Zafar Marg, New Delhi-110002
CIN - U65929DL2008PTC182749

**Statement of Audited/ Unaudited Standalone Financial Results for the quarter and year ended
March 31, 2023**

[Regulation 52 read with Regulation 54(2) of the SEBI (LODR) Regulations, 2015]

Notes to the audited/unaudited financial results:

1. The above standalone financial results have been reviewed by the Audit Committee of DMI Finance Private Limited ("the Company") at their meeting held on May 18, 2023 and approved by the Board of Directors of the Company at their meeting held on May 22, 2023. These results have been prepared in accordance with the requirement of Regulation 52 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirement Regulations, 2015 (as amended)).
2. In accordance with Regulation 52 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, the standalone financial results for the year have been audited by the statutory auditors. The figures for the last quarter of the current and previous year are the balancing figures between the audited figures for the respective year covering the full financial year and the published unaudited year-to-date figures until the end of the third quarter of the relevant financial year. These figures are reviewed by the auditors in accordance with the provisions outlined in SEBI regulations.
3. The standalone financial results have been prepared in accordance with applicable Indian Accounting Standards, as notified under the Companies (Indian Accounting Standards) Rules, 2015, and as specified under section 133 of the Companies Act 2013.
4. The Joint Managing Directors (Chief Operating Decision Makers) review the operations at the Company level. The operations of the Company fall under "financing activities" only, which is considered to be the only reportable segment in accordance with the provisions of Ind AS 108 – Operating Segments. The Company operates in a single geographical segment, i.e., domestic.
5. During the quarter ended March 31, 2023, the Company issued a total of 1,00,77,854 options to its employees. Further, during the current quarter, the Company has allotted 37,190 equity shares to the employees who exercised their options.
6. Disclosures in compliance with Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the year ended March 31, 2023 is given in Annexure 1.



7. Details of resolution plan implemented under the Resolution framework for COVID-19 related stress as per RBI circular dated August 6, 2020 (Resolution Framework – 1.0) and May 5, 2021 (Resolution Framework 2.0) are given below:

INR (In millions)					
Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half-year (A) (Sep 30,2022)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year (March 31,2023)
Personal loans	233.33	10.11	18.48	61.69	143.05
Of which MSMEs	8.38			5.25	3.13
Others	224.95	10.11	18.48	56.43	139.93
Corporate Persons*	-	-	-	-	-
Total	233.33	10.11	18.48	61.69	143.05

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

8. Disclosures pursuant to Master Direction – Reserve Bank of India (Transfer of Loan Exposures) Directions,2021 in terms of RBI circular RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated September 24,2021:

INR (In millions) –		
S.No.	Particulars	During the quarter ended March 31,2023
1	Details of loans not in default that are transferred or acquired	Nil
2	Details of stressed loans transferred or acquired	Nil

9. All the Secured non-convertible debenture (NCD) including those issued during the year ended March 31,2023 are fully secure by first exclusive charge by hypothecation of book debts/loan to the extent stated in the information memorandum. Further, the Company has maintained Security Cover as stated in the information memorandum which is sufficient to discharge the principal amount at the time of repayment of the non-convertible debt securities issued.
10. The above audited results are available on the stock exchange website (www.bseindia.com) and the website of the Company (www.dmlfinance.in).
11. The Reserve Bank of India has issued the Scale Based Regulation (SBR), which is a revised regulatory framework for Non-Banking Financial Companies (NBFCs). This framework is outlined in Circular No. RBI/2021-22/112 DOR.CRE.REC. No.60/03.10.001/2021-22, dated October 22, 2021. The Framework classifies NBFCs into four categories: Base Layer (NBFC-BL), Middle Layer (NBFC-ML), Upper Layer (NBFC-UL), and Top Layer (NBFC-TL). The Company is classified as a "Middle Layer" entity in accordance with the Framework.



12. The date on which the Code on Social Security, 2020(the "Code") relating to employee benefits will come into effect is yet to be notified and the related rules are yet to be finalized. The Company will evaluate the code and its rules, assess the impact, if any, and account for the same when they become effective.
13. The comparative figures as disclosed in these results have been regrouped/reclassified, wherever necessary.

**For and on behalf of the Board of Directors of
DMI Finance Private Limited**



Yuvraja Chanakya Singh
Joint Managing Director
DIN: 02601179
Date: May 22, 2023
Place: New Delhi



Annexure 1

Disclosure in compliance with Regulation 52(4) of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015

Particulars	Description	Quarter ended March 31, 2023 (Unaudited)	Quarter ended December 31, 2022 (Unaudited)	Quarter ended March 31, 2022 (Unaudited)	Year ended March 31, 2023 (Audited)	Year ended March 31, 2022 (Audited)
Debt Equity Ratio (Nos. of times):	{(Debt securities+ Borrowings (other than Debt Securities))/Total equity	0.97	0.90	0.72	0.97	0.72
Debt Redemption Reserve		NA	NA	NA	NA	NA
Capital Redemption Reserve (INR in millions)		81.21	81.21	81.21	81.21	81.21
Debt service coverage ratio		NA	NA	NA	NA	NA
Interest service coverage ratio		NA	NA	NA	NA	NA
Outstanding redeemable preference shares (Nos.)		NA	NA	NA	NA	NA
Inventory turnover		NA	NA	NA	NA	NA
Debtor turnover		NA	NA	NA	NA	NA
Operating margin		NA	NA	NA	NA	NA
Net profit after tax		1225.70	652.32	149.50	3240.16	577.80
Net profit margin	Net profit after tax / total revenue from operations	27.17%	15.51%	5.05%	19.75%	6.45%
Basic earnings per share(for the period)**		1.87	0.99	0.21	4.93	0.82
Diluted earnings per share(for the period)**		1.83	0.98	0.21	4.86	0.81
Outstanding redeemable preference shares (Amount)		NA	NA	NA	NA	NA
Net Worth (Total Equity) (In millions)	Total equity	42,061.17	40,667.15	18,480.88	42,051.17	38,480.88
Current Ratio (Nos. of times)	(Current assets / Current liabilities)	NA	NA	NA	NA	NA
Long term debt to working capital		NA	NA	NA	NA	NA
Bad debts to Account receivable ratio		NA	NA	NA	NA	NA
Current liability ratio	(Current liabilities / Total outside liabilities)	NA	NA	NA	NA	NA
Total debts to total assets	{(Debt securities+ Borrowings (other than Debt Securities))/Total assets	47.74%	45.73%	40.64%	47.74%	40.64%
Gross Non-Performing Assets	Gross Stage II loans Exposure at default (EAD) / Gross total loans EAD	3.60%	2.81%	2.18%	3.60%	2.18%
Net Non-Performing Assets	(Gross Stage II loans EAD - Impairment loss allowance for Stage III) / (Gross total loans EAD - Impairment loss allowance for Stage III)	1.50%	0.94%	0.31%	1.50%	0.31%
Capital to risk weighted Assets Ratio (Tier I + Tier II)		50.87%	53.10%	61.32%	50.87%	61.31%
Security cover ratio (no. of times) *	Amount of secured assets / Secured debt	1.78	1.38	1.79	1.78	1.79
Provision coverage ratio (%)	(Impairment loss allowance for Stage III/ Gross Stage III loans EAD)	59.31%	67.08%	86.13%	59.31%	86.13%

*Asset cover ratio is given for listed non-convertible debt securities only.

**EPS for the quarter ended March 31, 2023, Dec 31, 2022, and March 31, 2022 are not annualized.



S.N. Dhawan & CO LLP

Chartered Accountants

2nd Floor, 51-52, Sector-18,
Phase IV, Udyog Vihar, Gurugram,
Haryana 122016, India

Tel: +91 124 481 4444

Independent Auditor's Report To the Board of Directors of DMI Finance Private Limited

Report on the Audit of Consolidated Financial Results

Opinion

We have audited the Consolidated Financial Results of **DMI Finance Private Limited** ("the Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), and its share of the net loss after tax and total comprehensive loss of its associate for the year ended 31 March, 2023 included in the accompanying 'Statement of Consolidated Financial Results for the year ended 31 March, 2023' ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate audited Financial Statements/Financial Results of the subsidiaries and associate referred to in Other Matters section below, the Statement:

- i. include the annual financial results of the entities listed in Annexure 1.
- ii. is presented in accordance with the requirements of Regulation 52 of the Listing Regulations in this regard; and
- iii. gives a true and fair view in conformity with the applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India, of the consolidated net profit and consolidated total comprehensive income and other financial information of the Group for the year ended 31 March, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Statement section of our report. We are independent of the Group and its associate in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Statement

This Statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of these Consolidated Financial Results that give a true and fair view of the consolidated net profit and consolidated total comprehensive income and other financial information of the Group including its associate in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations and RBI Regulations. The respective Board of Directors of the companies included in the Group and of its associate are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and of its associate and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud



or error, which have been used for the purpose of preparation of the by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group and of its associates are responsible for assessing the ability of the Group and of its associates to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associate are responsible for overseeing the financial reporting process of the Group and of its associate.

Auditor's Responsibilities for the Audit of the Statement

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Financial Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associate to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associate to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated Financial Results, including the disclosures, and whether the Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its associate to express an opinion on the Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Consolidated Financial Results of which we are the independent auditors. For the other entities included in the Consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.



We communicate with those charged with governance of the Holding Company and such other entities included in the Consolidated Financial Results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

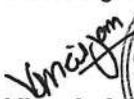
1. We did not audit the Financial Statements of three subsidiaries, whose Financial Statements reflects total assets (after eliminating intra-group transactions) of Rs. 686.71 millions as at 31 March 2023, total revenue (after eliminating intra-group transactions) of Rs. 87.43 millions for the year ended 31 March, 2023, net loss after tax of Rs. 24.10 millions for the year ended 31 March, 2023 and total comprehensive loss of Rs. 24.55 millions for the year ended 31 March, 2023 and net cash outflow of Rs. 225.02 millions for the year ended 31 March, 2023, as considered in the Consolidated Financial Results. These Financial Statements have been audited by other auditors whose reports have been furnished to us by the Board of Directors and our opinion on the Consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated Auditor's Responsibility section above.

The Statement also include the Group's share of net loss after tax of Rs. 54.67 millions for the year ended 31 March, 2023 and total comprehensive loss of Rs. 54.67 millions for the year ended 31 March, 2023, as considered in the Statement, in respect of one associate. These Financial Statements have not been audited by us. These Financial Statements are unaudited and have been furnished to us by the Board of Directors and our opinion on the Consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities is based solely on such unaudited Financial Statements. In our opinion and according to the information and explanations given to us by the Board of Directors, these Financial Statements are not material to the Group.

Our opinion on the Consolidated Financial Results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Results/financial information certified by the Board of Directors.

Our opinion is not modified in respect of above matters.

For **S.N. Dhawan & CO LLP**
Chartered Accountants
Firm Registration No. 000050N/N500045



Vinesh Jain
Partner
Membership No. 087701
UDIN: 23087701BGWNIK2582

Place: Gurugram
Date: 22 May 2023

Annexure 1

The Consolidated Results included in the Statement includes the results of the following entities:

Holding Company:

- DMI Finance Private Limited

Subsidiaries:

- DMI Capital Private Limited
- DMI Management Private Limited
- Appnit Technologies Private Limited

Associates:

- DMI Alternatives Private Limited




DMI Finance Private Limited
Express Building, 3rd Floor, Bahadur Shah Zafar Marg, New Delhi-110002
CIN - U65929DL2008PTC182749
Audited Consolidated Statement of Assets and Liabilities as at March 31, 2023
(All Amounts in Rs. in million, except for share data unless stated otherwise)

Particulars	As at March 31, 2023 (Audited)	As at March 31, 2022 (Audited)
ASSETS		
Financial assets		
Cash and cash equivalents	5,699.76	6,829.64
Bank balance other than Cash and cash equivalents	570.25	294.66
Trade receivables	312.09	61.03
Loans	67,344.47	46,801.15
Investments	8,136.80	10,289.57
Other financial assets	1,090.00	1,610.08
Total financial assets	83,153.37	65,886.13
Non financial assets		
Current tax assets (net)	198.76	296.13
Deferred tax assets (net)	1,219.49	880.14
Property, plant and equipment	143.00	104.64
Capital work in progress	-	23.27
Goodwill	253.53	253.53
Intangible assets under development	8.78	-
Right of use assets	196.35	234.95
Other intangible assets	21.66	31.41
Other non financial assets	249.76	204.91
Total non financial assets	2,291.33	2,028.98
Assets held for sale	75.00	143.88
TOTAL ASSETS	85,519.70	68,058.99
LIABILITIES AND EQUITY		
LIABILITIES		
Financial liabilities		
Payables		
A) Trade payables		
(i) total outstanding dues of micro enterprises and small enterprises	8.97	94.79
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	1,165.75	697.23
B) 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	525.06	379.87
Debt Securities	16,837.91	18,552.27
Borrowings (other than Debt Securities)	23,889.34	8,988.07
Lease Liabilities	242.29	276.36
Other financial liabilities	283.98	162.87
Total financial liabilities	42,953.30	29,151.46
Non financial liabilities		
Provisions	102.31	86.60
Other Non-financial liabilities	261.79	103.51
Total non financial liabilities	364.10	190.11
Equity		
Equity share capital	6,567.75	6,567.00
Other equity	35,607.90	32,121.29
Equity attributable to equity shareholders of the company	42,175.65	38,688.29
Non Controlling Interest	26.65	29.13
TOTAL LIABILITIES AND EQUITY	85,519.70	68,058.99



DMI Finance Private Limited
Express Building, 3rd Floor, Bahadur Shah Zafar Marg, New Delhi-110002
CIN - U65929DL2008PTC182749
Statement of audited consolidated financial results for the year ended March 31, 2023
(All Amounts in Rs. in million, except for share data unless stated otherwise)

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
	(Audited)	(Audited)
Revenue from operations		
Interest Income	15,970.05	7,837.41
Fees and commission Income	265.41	235.25
Net gain on fair value changes	199.06	963.40
Total revenue from operations	16,434.52	9,036.06
Other income	185.90	163.05
Total Income	16,620.42	9,199.11
Expenses		
Finance costs	3,018.66	1,916.53
Fees and commission expense	1,357.13	677.01
Impairment on financial Instruments	4,012.20	3,411.93
Employee benefits expense	1,281.61	860.77
Depreciation, amortization and impairment	108.91	99.49
Other expenses	2,516.95	1,428.24
Total expenses	12,295.46	8,393.90
Profit before share of profit of associate and tax	4,324.96	805.21
Tax expense:		
(1) Current tax	1,523.02	676.15
(2) Deferred tax	(397.92)	(457.54)
Income Tax Expense	1,125.10	218.61
Net profit after tax	3,199.86	586.60
Transfer to Non Controlling Interest	-	-
Add: Share of Profit/(Loss) of associate	(54.67)	(3.57)
Net Profit after Taxes and share of Profit/(Loss) of associate	3,145.19	583.03
Other comprehensive Income		
a) Items that will not be reclassified to profit or loss		
(i) Re-measurement gains on gratuity	4.93	1.30
(ii) Net gain/loss on fair value of equity instruments through other comprehensive income	227.72	837.55
Income tax relating to above	(58.56)	(211.13)
Subtotal (a)	174.09	627.70
b) Items that will be reclassified to profit or loss		
(i) Gain/(loss) on Fair Value changes	-	0.57
Income tax relating to above	-	(0.14)
Subtotal (b)	-	0.43
Total other comprehensive income (a+b)	174.09	628.12
Total comprehensive income	3,319.28	1,211.15
Profit for the year attributable to		
- Owners of the Company	3,147.67	583.03
- Non Controlling Interest	(2.48)	-
Other comprehensive income for the year attributable to		
- Owners of the Company	174.09	628.12
- Non Controlling Interest	-	-
Total comprehensive income for the year attributable to		
- Owners of the Company	3,321.76	1,211.15
- Non Controlling Interest	(2.48)	-
Paid-up equity share capital (face value of Rs. 10 per equity share)	6,567.75	6,567.00
Other equity	35,607.90	32,121.29
Earnings per share (EPS)*		
- Basic (amount in Rs.)	4.87	0.83
- Diluted (amount in Rs.)	4.80	0.81




DMI Finance Private Limited
Express Building, 3rd Floor, Bahadur Shah Zafar Marg, New Delhi-110002
CIN - U65929DL2008PTC182749
Statement of Audited Consolidated Cash Flows for the year ended March 31, 2023
(All Amount In Rs. In millions, unless otherwise stated)

	Year ended March 31, 2023	Year ended March 31, 2022
A Cash flow from operating activities:		
Profit before tax	4,324.96	805.21
Adjustments for		
Depreciation and amortisation	108.91	99.43
Net gain on fair value changes	(199.06)	(963.40)
Impairment on financial instruments	4,012.20	3,411.93
Interest expense for leasing arrangements	26.33	16.09
Effective interest rate adjustment for financial instruments	75.08	12.76
Asset held for sale written off	69.17	45.97
Dividend Income	(3.34)	-
Share of profits of associates	(54.67)	-
Employee stock option/share warrant expense	160.41	79.02
Operating profit before working capital changes	8,519.99	3,507.01
Changes in working capital		
(Increase) in financial and other assets	(24,682.52)	(18,445.42)
Increase in financial and other liabilities	649.00	420.09
Decrease in non financial assets	(45.14)	(87.21)
Increase in non financial liabilities	178.92	85.84
Total of changes in working capital	(23,899.74)	(18,026.70)
Direct taxes paid (net of refunds)	(1,425.64)	(739.81)
Net cash flow generated from / (used in) operating activities (A)	(16,805.39)	(15,259.50)
B Cash flow from investing activities:		
Inflow (outflow) on account of :		
Purchase of Property, plant and equipment (including capital work-in-progress)/ intangible assets	(74.14)	(68.88)
Purchase of investment	(76,951.65)	9,565.71
Sale of investment	79,927.20	-
Dividend Income	3.34	-
Movement of fixed deposits (net)	(275.59)	(27.45)
Net cash flow from / (used in) investing activities (B)	2,629.16	9,469.38
C Cash flow from financing activities:		
Proceed from issue of equity shares (including share premium)	4.97	2,342.62
Receipt of upfront money on share warrant	0.22	-
Proceeds from borrowings (other than debt securities)	31,517.19	8,872.74
Repayment of borrowings (other than debt securities)	(16,686.20)	(1,078.04)
Proceeds from debt securities	1,500.00	-
Repayment of debt securities	(3,219.16)	-
Lease payments	(70.67)	(57.10)
Net cash flow generated from financing activities (C)	13,046.35	10,080.22
Net increase in cash and cash equivalents (A+B+C)	(1,129.88)	4,290.10
Cash and cash equivalents as at the beginning of the year	6,829.64	2,533.91
Cash and cash equivalents on the date of acquisition in the subsidiary	-	5.63
Cash and cash equivalents at the end of the year	5,699.76	6,829.64

Notes:

	As at March 31, 2023	As at March 31, 2022
1) Components of cash and cash equivalents		
Cash on hand	0.10	0.10
Balance with banks		
- balance in current accounts and overdraft accounts	5,699.65	5,829.54
deposits with original maturity of less than 3 months	-	1,000.00
Total cash and cash equivalents	5,699.76	6,829.64

2) Statement of Cash flows has been prepared under indirect method as set out in the IND AS 7 "Statement of Cash flows".





DMI Finance Private Limited

Express Building, 3rd Floor, Bahadur Shah Zafar Marg, New Delhi-110002
CIN - U65929DL2008PTC182749

Statement of Audited Consolidated financial results for the year ended March 31, 2023

[Regulation 52, read with Regulation 52 (4), of the SEBI (LODR) Regulations, 2015]

Notes to the audited consolidated financial results:

1. The above consolidated financial results have been reviewed by the Audit Committee of ("the Company" or "the Holding Company") at their meeting held on May 18, 2023 and approved by the Board of Directors of the Holding Company at their meeting held on May 22, 2023. These results have been prepared in accordance with the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended).
2. In compliance with Regulation 52 of the Securities Exchange Board of India("SEBI") (Listing Obligations and Disclosure Requirements) Regulations,2015, the consolidated annual financial results for the year have been audited by statutory auditors.
3. The consolidated financial results have been prepared in accordance with applicable Indian Accounting Standards, as notified under the Companies (Indian Accounting Standards) Rules, 2015, and as specified under section 133 of the Companies Act 2013.
4. The Joint Managing Directors (Chief Operating Decision Makers) review the operations at the Company level. The operations of the Company fall under "financing activities" only, which is considered to be the only reportable segment in accordance with the provisions of Ind AS 108 – Operating Segments. The Company operates in a single geographical segment, i.e., domestic.
5. During the year ended March 31, 2023, the Holding Company has issued 74,741 equity shares of Rs. 10 per share at applicable price exercise price under ESOP plans. The amount received on these issues aggregates to Rs. 3.60 million. These shares were issued against exercise of options by employees.
6. Previous year figures have been regrouped/rearranged to make them comparable with the current year classification in accordance with amendments in Schedule III.
7. The above audited results are available on the stock exchange website (www.bseindia.com) and the website of the Company (www.dmifinance.in).

**For and on behalf of the Board of Directors of
DMI Finance Private Limited**


Yuvraja Chanakya Singh
Joint Managing Director
DIN: 02601179

Date: May 22,2023
Place: New Delhi

