

**VERITAS FINANCE PRIVATE LIMITED**  
CIN: U65923TN2015PTC100328, RBI Regn No: N-07.00810  
Regd. Office: SKCL Central Square 1, South Wing, 1st Floor, Unit C28-C35, CIPET Road,  
Thiru Vi Ka Industrial Estate, Guindy, Chennai – 600 032. www.veritasfin.in

**Statement of Unaudited Financial Results for the quarter and nine months ended 31 December 2022**

(All amounts are in INR lakhs, except share data and stated otherwise)

S.No	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2022 Unaudited	30.09.2022 Unaudited	31.12.2021 Unaudited	31.12.2022 Unaudited	31.12.2021 Unaudited	31.03.2022 Audited
1	Total Income from Operations	18,078.41	15,758.54	11,543.56	47,701.60	31,556.65	44,208.42
2	Net Profit for the period (before Tax, Exceptional and/or Extraordinary items)	5,506.21	5,721.62	2,452.51	16,020.22	4,576.47	10,136.34
3	Net Profit for the period before tax (after Exceptional and/or Extraordinary items)	5,506.21	5,721.62	2,452.51	16,020.22	4,576.47	10,136.34
4	Net Profit for the period after tax (after Exceptional and/or Extraordinary items)	4,180.64	4,354.78	1,802.17	12,121.99	3,315.14	7,540.39
5	Total Comprehensive Income for the period / Year	4,065.53	4,356.98	1,858.73	11,973.01	3,333.04	7,584.99
6a	Paid up Equity Share Capital	4,919.42	4,857.34	4,855.29	4,919.42	4,855.29	4,856.09
6b	Paid up Compulsorily Convertible Preference Share Capital	6,501.91	6,501.91	6,501.91	6,501.91	6,501.91	6,501.91
7	Reserves (excluding Revaluation Reserve)	1,42,030.97	1,37,489.15	1,25,093.38	1,42,030.97	1,25,093.38	1,29,446.82
8	Securities Premium Account	1,10,349.56	1,09,701.57	1,09,692.04	1,10,349.56	1,09,692.04	1,09,707.24
9	Net worth (equity and preference share capital + reserve and surplus excluding revaluation reserve)	1,53,452.31	1,48,848.41	1,36,450.58	1,53,452.31	1,36,450.58	1,40,804.82
10	Paid up Debt Capital / Outstanding Debt (debt securities + borrowings)	1,99,744.52	1,75,059.50	1,16,328.54	1,99,744.52	1,16,328.54	1,19,565.22
11	Outstanding Redeemable Preference Shares	-	-	-	-	-	-
12	Debt Equity Ratio (Refer note d)	1.30	1.18	0.85	1.30	0.85	0.85
13	Earnings per share (of INR 10 each) (Refer note e)						
	- Basic	8.55	8.97	3.78	24.91	8.42	18.12
	- Diluted	3.45	3.59	1.66	10.02	3.31	6.59
14	Capital Redemption Reserve	-	-	-	-	-	-
15	Debenture Redemption Reserve (Refer note f)	-	-	-	-	-	-
16	Debt Service Coverage Ratio (Refer note g)	-	-	-	-	-	-
17	Interest Service Coverage Ratio (Refer note g)	-	-	-	-	-	-

**Notes :**

- (a) The Company had received the Certificate of Registration dated 15 October 2015 from Reserve Bank of India ("RBI") to carry on the business of Non-Banking Financial Company without accepting public deposits ("NBFC-ND"). During May 2018, the Company had crossed the total assets threshold of INR 500 crores and had become a Non-Deposit Taking Systemically Important Non-Banking Financial Company ("NBFC-ND-SI"). The Company has complied with and continues to comply with all the applicable regulations and directions of the RBI and classified under middle layer as per scale based framework applicable from 01 October 2022. The Company is engaged in extending credit to micro and small enterprises, typically self-employed businesses and salaried segment. The Company follows a cash flow based model for credit assessment with suitable adaptations for each type of business. The loans are given for business expansion, working capital, purchase of assets, construction of houses etc.
- (b) The S. No. 1 to 8 and 12 are extracts from the detailed format of unaudited financial results for the quarter and nine months ended 31 December 2022 filed with the stock exchange under Regulation 52 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the financial results for the quarter and nine months ended 31 December 2022 are available on the websites of BSE (<https://www.bseindia.com>) and the Company website (<https://www.veritasfin.in/announcement-and-results.php>).
- (c) The financial results for the quarter and nine months ended 31 December 2022 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at their respective meetings held on 30 January 2023. The above results have been subjected to limited review by the statutory auditors of the Company. The statutory auditors have issued an unmodified audit report. These financial results have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Rules, 2016. These financial results have been drawn up on the basis of Ind AS that are applicable to the Company as at 31 December 2022 based on the press release issued by Ministry of Corporate Affairs ("MCA") on 18 January 2016. Any application guidance/ clarifications / directions issued by RBI or other regulators are implemented as and when they are issued / applicable.
- (d) Debt equity ratio is calculated as (Debt securities + Borrowings) / Net worth.
- (e) Earnings per equity share for the quarter and nine months ended 31 December 2022 and 31 December 2021 and for the quarter ended 30 September 2022 have not been annualised.
- (f) Debenture redemption reserve is not required in respect of privately placed debentures in terms of Rule 18(7)(b)(ii) of Companies (Share Capital and Debenture) Rules, 2014.
- (g) Debt service coverage ratio and interest service coverage ratio is not applicable for Non-Banking Financial Company (NBFC) and accordingly no disclosure has been made.
- (h) There was no deviation/ variation in the use of the proceeds of the issue of Non-Convertible Debt Securities.
- (i) The figures for the quarter ended 31 December 2022 and 31 December 2021 are the balancing figures in respect of the reviewed figures of the nine months period ended 31 December 2022 and 31 December 2021 and figures of the half year ended 30 September 2022 and 30 September 2021 respectively.
- (j) The Company, during the nine months ended 31 December 2022, had granted 3,00,000 Employees Stock Options of face value of INR 10 each at an exercise price of INR 350 per option out of Employee Stock Options Scheme 2021, on its own shares to specified employees of the Company on 19 September 2022. 6,33,350 options of face value of INR 10 were exercised by the employees and allotted during the nine months ended 31 December 2022 ( 6,20,750 options of face value of INR 10 for the quarter ended 31 December 2022). The total outstanding employee stock options as at 31 December 2022 is 29,29,750.
- (k) **Securitisation:** During the nine months ended 31 December 2022, the Company had raised INR 56.17 crores by way of transfer of certain pool of loan receivable accounts for consideration received in cash at the inception of the transaction through securitisation rated AAA (SO) by CRISIL Ratings Limited for senior tranche. In this relation, the Company has provided for first loss credit enhancement in the form of cash collateral for the amount of INR 2.81 crores and investment in equity tranche to the extent INR 3.38 crores, as credit support in the event of shortfall in collections from underlying loan contracts.
- (l) **Commercial paper:** During the quarter ended 31 December 2022, the Company had raised INR 50 crores by way of issuance of commercial paper with CARE A1+ rating assigned by CARE Ratings Limited.
- (m) **CSR Trust:** As per Rule 4(1) of the Companies (CSR Policy) Rules, 2014, the Company vide board resolution dated 10 August 2022 and shareholder's resolution dated 02 September 2022 formed a trust in the name of "Veritas Foundation" to implement CSR activities of the Company. The trust was duly registered with the registrar vide a trust deed dated 14 December 2022. It was authorised by the board of directors and the shareholders vide meetings held on 10 August 2022 and 02 September 2022 respectively, that the Company will donate INR 10,00,000/- to the trust. During the quarter ended 31 December 2022, the Company has granted a donation of INR 1,000/- and the balance amount will be donated upon receipt of request from the trust.
- (n) Applying the scale based regulations issued by RBI vide circular dated 22 October 2021 (applicable from 01 October 2022), the Company would be classified as a Middle layer NBFC (NBFC ML). The board of directors has approved the policy for Internal Capital Adequacy Assessment process (ICAAP). In this regard, the Company has commenced a process to perform a realistic assessment of its risks to ensure availability of adequate capital to cover all risks applicable to the Company. Also, the Company has initiated necessary steps in terms of formulating an implementation plan and ensuring compliances with norms/changes suggested as and when they become applicable.
- (o) Previous period's/ year figures have been regrouped/ reclassified wherever necessary, to confirm with the current period/ year presentation.

Place : Chennai  
Date : 30.01.2023

For and on behalf of the Board of Directors  
Veritas Finance Private Limited  
Sd/-  
D. Arulmany  
Managing Director and Chief Executive Officer