

BAJAJ FINANCIAL SECURITIES LIMITED

DIRECTORS' REPORT

Your directors present the Fourteenth Annual Report along with the audited financial statements for 2023-24 (or FY2024).

Company Overview

Bajaj Financial Securities Ltd. was incorporated on 7 April 2010 under the Companies Act, 1956 and has its registered office at Akurdi, Pune 411 035, Maharashtra, India. The Company is an unlisted public limited Company and is registered as a "Stock Broker" with the Securities and Exchange Board of India ("SEBI") vide registration number INZ000218931, offering stock and derivative trading through NSE and BSE. The Company is registered as Depository Participant with both NSDL and CDSL in terms of Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018.

Financial Results

The highlights of the financial results of the Company for the year ended 31 March 2024 are as under:

| | (Rs. in Lakhs) | |
|--|----------------|---------------|
| Particulars | FY2024 | FY2023 |
| Total income | 48,606.88 | 21,392.51 |
| Finance cost | 20,605.62 | 6,859.99 |
| Operating expenses | 20,894.35 | 13,423.92 |
| Profit before taxation | 7,106.91 | 1,108.60 |
| Tax expense | (1,519.15) | (287.29) |
| Profit for the year after taxation | 5,587.76 | 821.31 |
| Retained earnings as at the beginning of the year | 3,962.74 | 3,136.20 |
| Profit for the year after taxation | 5,587.76 | 821.31 |
| Other comprehensive income / (expense) on defined benefit plan | (6.26) | 5.23 |
| Profit available for appropriations | 9,544.24 | 3,962.74 |
| Appropriations: | | |
| Transfer to Reserve Fund | - | - |
| Balance carried to Balance Sheet | 9,544.24 | 3,962.74 |

The brokerage industry in India has shown remarkable growth driven by a surge in demat account openings and an increased affinity on the investors' part towards investing in the stock market. This trend reflects a broader financial awakening across diverse economic backgrounds, with more individuals participating in the equity markets than ever before. The rise in trading volumes and account openings has been catalyzed by a buoyant economic outlook and greater accessibility through digital platforms.

India added 3.7 crore demat accounts in FY2024, an increase of 48% from the last year taking overall account base to over 15 crore with atleast 4 crore active customer investors.

Full-service and discount brokers alike have experienced a significant increase in their client bases and are actively expanding their operations to accommodate an ever-growing number of clients. This expansion is part of a broader shift towards a digital-first strategy that serves Trading volumes have also seen multi-fold growth and currently stand at 88,174 trillion, a jump of 128% compared to the last year.

The industry, as it evolves, continues to promise further growth and innovation to meet the diverse needs of both types of brokerage firms.

Product Suite and Branding

The Company diversified Product Offerings at Bajaj Broking which comprises Equity, Equity Derivatives, MTF, Bonds / Debt, IPO, NCD, SGB, US Investing, Thematic Investments, Stock SIP, GTT Orders and Basket Orders and also Service offerings as PMS, Charts and Research & Advisory.

About Bajaj Broking:

Bajaj Broking, registered as Bajaj Financial Securities, is a pioneering digital stockbroking firm and a 100% subsidiary of Bajaj Finance Ltd. Bajaj Broking provides a comprehensive suite of investment products and services through its state-of-the-art, all-in-one digital platform. The platform integrates demat services, stock broking capabilities, and margin trade financing options, catering to the diverse needs of retail clients and high-net-worth individuals through a predominantly B2C model.

With its best-in-class systems using India stack and its customer-centric focus, Bajaj Broking has rapidly expanded its customer base to over 6.5 lakh investors as of 31st March 2024. Bajaj Broking offers a simplified, smart and secure investment experience for everyone with seamless access to investment solutions. Bajaj Securities serves as a trusted partner for Bajaj Finance customers who have availed of the Loan against Shares (LAS) facility, providing them with specialised investment solutions. In FY24, Bajaj Broking's commitment to excellence and customer satisfaction translated to a strong financial performance.

For more information about Bajaj Broking and its services, visit – www.bajajbroking.in

Strategic Positioning

In this rapidly growing industry, Bajaj Broking has effectively capitalized on emerging opportunities by expanding its operational footprint and diversifying its service offerings. As a wholly owned subsidiary of Bajaj Finance Limited, the Company has not only broadened its geographic presence to 37 locations and 41 branches but has also enriched its client base, now serving over 6.99 lakh retail and high-net-worth individuals (HNIs). The introduction of cutting-edge trading tools and comprehensive brokerage solutions has positioned Bajaj Broking as a frontrunner in meeting the sophisticated needs of a diverse client portfolio.

Financial Highlights

Total Income: Rs. 486.07 Crore

Profit After Tax (PAT): Rs. 55.88 crore

Assets Under Management (AUM): Increased significantly to Rs. 3,816.78 crore.

Growth in Margin Trading Finance AUM: 259% increase to Rs.3816.78 crore, indicating strong client demand for leveraged investment options.

Operational and Product Highlights

Other than the robust addition of over 1.34 lakh new clients, Bajaj Broking has significantly upgraded its trading platform, introducing a suite of new features to optimize operations and enhance the investment experience. These improvements cater to both novice and seasoned investors, reinforcing the Company's position as a customer-first brand.

Over the past year, we've concentrated on enhancing our platform to surpass the users' trading expectations. Below are the crucial updates from our product team designed to deliver the optimal investing experience:

- Good Till Trigger: Auto-trigger orders based on goods availability.
- Stock SIP: Automate stock purchases.
- Bajaj Broking API: Seamless integration for enhanced functionality.
- Basket Order: Execute multiple orders in one click.
- US Investment: Diversify globally.
- Screeners and Scanners: Identify potential trades swiftly.
- Refer and Earn: Earn rewards by referring new clients.
- One-click Transfer: Instant fund transfers for quick transactions.
- Customer Engagement and Platform Enhancements: Improvements in the user interface and interaction points across both web and mobile platforms ensure a seamless and responsive customer experience.

Risk and Concerns

The Company has a robust risk management policy which provides for identification, assessment and control of risks. The risks identified are market risk, credit risk, liquidity risk and operational risk. The Company is agile to adopt the ever-changing business dynamics and with the help of technology, it ensures a prudent risk management framework to mitigate the identified and anticipated risks.

| Risk types | Risk overview | Risk Management | Controls |
|-------------|---|---|--|
| Market Risk | Risk of loss due to changes in market conditions | <ul style="list-style-type: none"> • Pre-defined margins set in system. • Pre-defined Order Limits • Proactively managing positions based on market Intelligence | <ul style="list-style-type: none"> • Live Margin Monitoring • Price movement alerts |
| Credit Risk | Borrower - Potential for loss due to the default or deterioration in credit worthiness Collateral - Potential for loss due to the deterioration in | Borrower – Credit Assessment of Borrower and Setting of credit limits. Collateral: <ul style="list-style-type: none"> • Monthly review of approved list of securities • Daily shortfall intimation to clients & follow-ups | <ul style="list-style-type: none"> • Real Time Portfolio monitoring • Market Intelligence and News |

| Risk types | Risk overview | Risk Management | Controls |
|------------------|---|---|---|
| | credit quality of securities | | |
| Liquidity Risk | Risk that the client will be unable to meet shortfall / loan in the event of broader industry or market liquidity stress events | <ul style="list-style-type: none"> Track RBI Monetary Policy Meet Track Interest & Forex rate movements Track Repayment schedule of clients' (Interest + shortfall) | <ul style="list-style-type: none"> Client level system generated reports |
| Operational Risk | Risk of an adverse outcome resulting from inadequate or failed internal processes, people, systems or from external events | <ul style="list-style-type: none"> Close co-ordination with key stake holders (Operations & IT) with the help of CRM End of the day Mail to client & Relationship Manager (Rm) for Shortfall Immediate connect with Rm in case of Sell Trigger | <ul style="list-style-type: none"> Email to all stakeholders in case of end of the day activity failure Immediate intimation to all stakeholders during the day in case of system delay / failure |

The Board does not foresee any risk which may threaten the existence or going concern of the Company.

Outlook

Bajaj Broking is dedicated to advancing its position in the brokerage industry through continuous innovation, aspiring to set new standards of excellence in service and technology. The continued trust and partnership of our clients propel us forward, and we are excited about the possibilities that lie ahead in this dynamic market environment.

Dividend

The Directors do not recommend any dividend for the consideration of members at the ensuing Annual General Meeting (AGM).

Subsidiary, Associate and Joint Venture

The Company does not have any subsidiary, associate or joint venture company. Accordingly, Form AOC-1 is not attached to the financial statements.

Change in Directors and Key Managerial Personnel (KMP)

The Board is comprised of qualified professionals with in-depth experience in stock broking business, customer experience, finance, planning, law and administration. A brief profile of directors can be accessed at <https://www.bajajbroking.in/board-of-directors>

As on 31 March 2024, the Board comprised of four directors including one woman director. The Board has designated S Sreenivasan and Manish Jain as Designated Directors in compliance of the Stock Broking and Depository Participant / Stock Exchange Regulations.

Further, the Company is not required to constitute an Audit Committee and a Nomination and Remuneration Committee as per Rule 6 of the Companies (Meetings of Board and its Power) Rules, 2014, read with Rule 4(2) the Companies (Appointment and Qualification of Directors) Rules, 2014.

A. Directors

The Board comprises of following Directors as on 31 March 2024:

| Director Name | DIN | Category |
|----------------|----------|--|
| S. Sreenivasan | 03206811 | Chairman, Non-executive Director |
| Manish Jain | 06413162 | Manager and Whole- Time Director designated as CEO |
| Ajita Kakade | 08742461 | Non-executive Director |
| Babu Rao | 08210342 | Non-executive Director |

Change in Directors during the financial year.

(i) Resignation

Ajita Kakade (DIN: 08742461) resigned as director of the Company with effect from close of business hours on 31 March 2024. The Board places on record its sincere appreciation for the valuable services and guidance provided during her tenure as director on the Board of the Company.

(ii) Appointment

Jasmine Chaney (DIN: 07082359)

The Board at its meeting held on 16 April 2024, approved the appointment of Jasmine Chaney as an Independent director on the Board for a period of 5 years from 1 May 2024. Pursuant to the NSE and BSE circular dated 20 February 2020, the appointment is subject to prior approval of the exchanges. The Company has made the requisite application to the exchanges and approval from exchanges is awaited. The Company, being a wholly owned subsidiary of Bajaj Finance Limited, is exempt from appointing Independent Directors on its Board as per Rule 4(2) the Companies (Appointment and Qualification of Directors) Rules, 2014.

In order to strengthen the governance process, it was deemed necessary to induct independent directors on the Board. Accordingly, Jasmine Chaney has been inducted

as an Independent Director subject to approval of Stock Exchanges and Members at the AGM.

The Board is of the opinion that Jasmine Chaney is a person of integrity, expertise, and competent experience and proficiency to serve the Company as an independent director strengthening overall composition of the Board.

Jasmine Chaney has successfully passed the online proficiency self-assessment test as required under the provisions of rule 6(4) of the Companies (Appointment and Qualifications of Directors) Rules, 2014, as amended.

Manish Jain (DIN: 06413162)

Manish Jain was appointed as a Manager of the Company for a period of five years with effect from 30 August 2023. He was classified as KMP within the meaning of Section 203 of the Companies Act, 2013. The Board at its meeting held on 24 January 2024, re-designated Manish Jain as Managing Director of the Company effective from 1 April 2024. The re-designation has been approved by the members vide resolution passed through Extra-ordinary General Meeting held on 24 January 2024.

The Board is of the opinion that Manish Jain is an outstanding leader, and this advancement reflects his exceptional contributions and confidence in his leadership abilities as the Company embarks on new challenges and opportunities.

(iii) Director Liable to retire by rotation

Babu Rao (DIN: 08210342) retires by rotation at the ensuing AGM, being eligible, offers himself for re-appointment.

Brief details of Babu Rao, who is seeking re-appointment, are given in the Notice of 14th AGM.

B. Key Managerial Personnel (KMP)

Pursuant to Section 203 of the Companies Act, 2013 (the 'Act') the following continue to be the Whole-time KMPs of the Company:

- Manish Jain, Managing Director (w.e.f. 1 April 2024)
- Bhalchandra Deodhar, Chief Financial Officer
- Ravikumar Dugar, Company Secretary

As per SEBI (Stockbrokers) Regulation, 1992 and SEBI (Depositories and Participants) Regulations, 2018, Kanti Pal has been appointed as an interim Compliance Officer in place of Poonam Shinde with effect from 1 August 2023.

The Company has been granted certificate of registration as a research analyst by SEBI, vide its confirmation dated 10 October 2022.

Under the said regulations, Kanti Pal has been appointed as the Compliance Officer for monitoring the compliance of the provisions of the under SEBI Act, regulations and circulars issued by the SEBI.

Policy on Directors' appointment and remuneration

The Company has a Board approved remuneration policy on Directors' appointment and remuneration including criteria for determining qualifications, positive attributes and independence of Directors. During FY2024, the Directors were not paid any sitting fee. The said Policy is hosted on the Company's website and can be accessed at <https://www.bajajfinservsecurities.in/download>

Remuneration to Directors

All directors, being senior employees of holding/fellow subsidiary companies, do not draw any remuneration from the Company. Manish Jain, Managing Director, is on the rolls of the Bajaj Finance Limited, holding company and draws remuneration from the same. He is also eligible to participate in the stock option of Bajaj Finance Limited. He has further been awarded a one-time grant of stock options of Bajaj Finserv Limited. There were no pecuniary relationship/ transactions of any of the non-executive directors with the Company except transactions in the ordinary course of business and on an arm's length basis at par with any member of general public.

Compliance with code of conduct

All Board members and key managerial personnel have affirmed compliance with the SEBI (Stockbrokers) Regulations, 1992, SEBI (Intermediaries) Regulations, 2008 for FY2024.

Performance Evaluation

Pursuant to the provisions of the Act, the Board has carried out an annual performance evaluation of its own performance, Chairperson and individual directors.

From the individual ratings received from the directors, a report on summary of ratings in respect of performance evaluation of the Board, Chairperson and individual directors for the year 2023-24 and a consolidated report thereof were arrived at. The report of performance evaluation so arrived at, was then noted and discussed by the Board at its meeting held on 16 April 2024.

Directors also opined that the process followed for carrying out Annual Performance Evaluation was satisfactory.

Other than Chairman of the Board, no other Director has access to the individual ratings given by directors.

Number of Meetings of the Board

The Board of Directors met six times during the year on 24 April 2023, 24 July 2023, 16 October 2023, 11 January 2024 and two meetings were scheduled on 24 January 2024. The gap between two consecutive meetings is less than one hundred and twenty days.

Internal Technology Committee

The Company on 18 July 2020 constituted an Internal Technology Committee fulfilling the requirements of the SEBI Circular dated 3 December 2018.

The Board, at its meeting held on 16 April 2024, approved re-constitution of Internal Technology Committee.

In view of the organizational changes, Harinatha Muthumula, Vice President - Compliance was appointed as a member of the Committee with effect from 16 April 2024. Further, consequent to resignation of Poonam Shinde as a Compliance Officer, she ceased to be member of the Committee w.e.f. 1 August 2023.

Composition of the Committee as on 16 April 2024 is as under:

| Name | Category |
|---------------------|-----------------|
| Ashwini Yadav | Chairman |
| Manish Jain | Member |
| Harinatha Muthumula | Member |

During FY2023, the Committee met four times viz., on 6 April 2023, 13 July 2023, 6 October 2023 and 26 December 2023. The terms of reference of Committee, *inter alia*, includes the following:

- Approving IT strategy and policy documents and ensuring that the management has put an effective strategic planning process in place;
- Ascertaining that management has implemented processes and practices that ensure that the IT delivers value to the business;
- Ensuring that IT investments represent a balance of risks and benefits and that budgets are acceptable;
- Monitoring the method that Management uses to determine the IT resources needed to achieve strategic goals and provide high-level direction for sourcing and use of IT resources; and
- Such other matters relating to IT as may be entrusted to it by the Board.

Directors' Responsibility Statement

In compliance of Section 134(3)(c) of the Act, the Directors, to the best of their knowledge and belief, state that:

- (i) in the preparation of the annual accounts, the applicable accounting standards have been followed, along with proper explanation relating to material departures;
- (ii) they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for FY2024;
- (iii) they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) the annual accounts have been prepared on a going concern basis;
- (v) They have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and are operating effectively.

Particulars of Loans, Guarantees or Investments

Details of loans provided and investments made by the Company forms part of the financial statements.

Annual Return

A copy of the Annual Return as provided under Section 92(3) of the Act, in the prescribed form, which will be filed with the Registrar of Companies/Ministry of Corporate Affairs, is hosted on the Company's website and can be accessed at <https://www.bajajfinservsecurities.in/download>

Share Capital

During FY2024, the Company raised capital of Rs. 1,712,328,750 by allotment of 171,232,875 equity shares of face value Rs. 10 each to Bajaj Finance Limited, its holding company, on a right basis.

As on 31 March 2024, the Authorised Share Capital stood at Rs. 11,000,000,000/- (Rupees One Thousand One Hundred Crore only) divided into 110 crore equity shares of face value of Rs. 10 each.

Commercial Paper

The commercial papers issued by the Company are listed for trading on the wholesale debt market segment of BSE Ltd. As on 31 March 2024, an amount of Rs. 3,800 crore (face value) is outstanding.

The Company has complied with SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 and circulars issued by SEBI and BSE Limited for commercial papers issued during the year.

NSDL Database Management Limited acts as Registrar and Share Transfer Agent of the Company and handles all relevant corporate registry services for Commercial Papers.

Borrowings

To augment resources for the potential growth, the borrowing limit has been increased from Rs. 7,000 crore to Rs. 8,500 crore during the year under review. The same has been approved by shareholders vide special resolution passed on 12 January 2024 at Extra Ordinary General Meeting.

The total borrowing as on 31 March 2024 is Rs. 3,992.86 crore.

Credit Rating

During FY2024, the Company was rated by credit rating agencies for its long term - borrowing programme and short-term borrowing programme.

Long term bank loan rating

'CRISIL AAA/Stable' for bank loan rating of Rs. 600 crore.

Short term debt rating

- 'CRISIL A1+' for its short-term debt programme with a programme size of Rs. 5000 crore.
- 'IND A1+' for its short-term debt programme with a programme size of Rs. 5000 crore.

Related Party Transactions

All contracts/arrangement/transactions entered by the Company with related parties during FY2024, were on an arm's length basis and in the ordinary course of business. The details of such transactions were placed before the Board for review on a quarterly basis.

During FY2024, there were no material related party transactions requiring disclosure under Section 134(3)(h) of the Act. Hence, the prescribed Form AOC – 2 does not form a part of this Report. However, the details of transactions with related parties are provided in the Company's financial statements in accordance with the Indian Accounting Standards.

Material Changes and Commitments

There were no material changes or commitments affecting the financial position of the Company which occurred between the end of the financial year of the Company and the date of this Report.

Conservation of Energy

The operations of the Company are not energy intensive. However, the Company has taken, *inter alia*, following measures to reduce energy consumption:

- Switched from conventional lighting systems to LED lights; and
- Designed the office in a manner which facilitates maximum natural light utilisation.

Technology Absorption

Considering the nature of services and businesses, no specific amount of expenditure is earmarked for Research and Development. The Company, on an ongoing basis, strives for various improvements in the products, platforms and processes. The Company has a robust technology deployment and follows good practices and standards. It is also in compliance with requirements mandated by SEBI, Stock Exchanges and Depositories.

Foreign Exchange Earnings and Outgo

During FY2024, the Company did not have any foreign exchange earnings in terms of actual inflow and the foreign exchange outgo in terms of actual outflow is Rs 1.56 Crore.

Corporate Social Responsibility (CSR)

Pursuant to Section 135(1) of the Act, every company having net worth of Rs. 500 crore or more or turnover of Rs. 1,000 crore or more or a net profit of Rs. 5 crore or more during the immediately preceding financial year shall constitute a Corporate Social Responsibility Committee of the Board consisting of three or more directors, out of which at least one director shall be an independent director.

During FY2024, the Company spent Rs. 27,00,000 on corporate social responsibility (CSR) activities as against mandatory expenditure of Rs. 23,94,000.

Considering that the CSR mandate of the Company does not exceed fifty lakh rupees, the Company is not required to constitute a CSR committee and the functions of the CSR Committee are being discharged by the Board.

The CSR interventions for the year focused on Child education, Child protection, Child health, Youth skilling and inclusion of People with disability. The salient features of the CSR policy form part of the Annual Report on CSR activities. The CSR policy has been hosted on the website of the Company and can be accessed at <https://www.bajajfinservsecurities.in/download>

'Bajaj Beyond' is the Bajaj Group's new identity for all its corporate social responsibility and charitable programmes with focus on youth skilling. The initiatives will benefit the youth and enable them to take advantage of employment and entrepreneurial opportunities offered by India's growing economy in the years to come.

Pursuant to Rule 8(1) of Companies (Corporate Social Responsibility Policy) Rules, 2014, Annual Report on CSR activities is annexed to this Report.

Further, the Chief Financial Officer has certified that the funds disbursed have been utilised for the purpose and in the manner approved by the Board for FY2024.

Significant and Material Orders

During FY2024, there were no significant and material orders passed by the regulators or courts or tribunals, which may impact the going concern status of the Company and its operations in future.

Internal Audit

Stock Broking and DP:

The Company had appointed Shah & Ramaiya, Chartered Accountant, as an internal auditor for conducting audit of stock broking and depository business for a period of 5 years from 2019 as per the relevant guidelines.

During the year under review, Shah & Ramaiya carried out a half yearly audit of broking and depository business operations.

Reports were submitted to BSE Ltd, National Stock Exchange of India Limited, NSDL and CDSL.

Further, the Board at their meeting held on 16 April 2024, re-appointed Shah & Ramaiya, Chartered Accountant as an internal auditor for conducting audit of stock broking and depository business for a period of 5 years from 2024 as per the relevant guidelines.

Companies Act, 2013:

The internal audit is an integral part of corporate governance. The objective of Internal Audit is to identify, assess and mitigate risks as well as to evaluate and contribute to the systems of internal controls and governance processes followed by the Company. Key elements of internal audit are assurance on controls, governance and compliance, business risk assessment and its mitigation and process optimization.

The following were the changes in the Internal Auditor:

| Sr. No. | Name | Date of Appointment | Date of Resignation |
|---------|----------------|---------------------|---------------------|
| 1. | Vipin Bansal | 19 October 2022 | 31 August 2023 |
| 2. | Vivek Likhite | 1 September 2023 | 30 April 2024 |
| 3. | Saket Arjariya | 1 May 2024 | - |

Point of Presence (The National Pension Scheme):

The Company being registered as Points of Presence (POP) with PFRDA on 4 February 2021 is required to appoint an independent external chartered accountant for conducting audit of annual accounts and processes on a yearly basis. The Board appointed Shah & Ramaiya, Chartered Accountants as the Internal Auditor for conducting audit of annual accounts and processes on a yearly basis for POP business for FY2024. The audit report for FY2024 shall be submitted to the Authority (NPS Trust) before 30 August 2024.

The Board, in its meeting held on 16 April 2024, has re-appointed Shah & Ramaiya, Chartered Accountants for conducting audit of annual accounts and processes on a yearly basis for POP business for FY2025.

Internal Financial Controls

The Company has in place adequate financial controls commensurate with its size, scale and complexity of operations with reference to financial statements. These have been designed to provide reasonable assurance with regard to recording and providing reliable financial information, ensuring integrity in conducting business, accuracy and completeness in maintaining accounting records and prevention and detection of frauds and errors.

Whistle Blower Policy

The Company has a Whistle Blower Policy encompassing vigil mechanism pursuant to the requirements of Section 177(9) of the Act. The Whistle Blower Policy/Vigil Mechanism enables directors and employees to report to the Management their concerns about unethical behaviour.

It also provides safeguard against victimization of directors/employees who avail of the mechanism and allows for direct access to the Director nominated by the Board to play the role of Audit Committee. Babu Rao is the Director nominated in this behalf. No employee was prevented access, and no complaints were received during the year.

Statutory Disclosures

- In this report, any reference to the statutory or regulatory guidelines, acts, circulars, regulations, notifications and directions, unless the context otherwise requires, be construed to include any amendments, modifications, updations or re-enactment thereof as the case may be.

- The financial statements of the Company are placed on the Company's website.
- There was no change in the nature of business of the Company during FY2024.
- The Company, being unlisted company, the provisions of Section 197(12) of the Act read with rule 5(1), (2) and (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are not applicable to the Company.
- The provisions of Section 148 of the Act are not applicable to the Company. Accordingly, there is no requirement of maintenance of cost records as specified under Section 148(1) of the Act.
- During FY2024, the Company has not accepted any deposits.
- The Company has complied with the applicable provisions of the Stock Broking Regulations, Depository Participant Regulations, other circulars, notifications and guidelines issued from time to time.
- The Directors' Responsibility Statement as required by Section 134(5) of the Act, is given in preceding paragraphs.
- The Company has a gender-neutral policy on prevention of sexual harassment at the workplace. The Company has complied with the provisions relating to the constitution of Internal Complaints Committee under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. During FY2024, no grievance was raised under the mechanism of the POSH Act.
- The Company, being a wholly owned subsidiary of Bajaj Finance Limited, does not have an ESOP scheme. However, employees of the Company are eligible for ESOPs from the holding company as per applicable policies.
- The Company has completed all corporate actions within the specified time limits. The securities were not suspended from trading during the year due to corporate actions or otherwise.
- The Company has not defaulted in repayment of loans from banks and financial institutions. There were no delays or defaults in payment of interest/principal of any of its commercial paper.
- There was no application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 during the year against the Company.
- No one time settlement has been done while taking loans from Banks and Financial Institutions.

Secretarial Standards of ICSI

The Company has complied with the requirements prescribed under the Secretarial Standards on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) read with the MCA Circulars.

Statutory Auditors

The Company, in its 12th Annual General Meeting, had appointed M/s G. M. Kapadia & Co., Chartered Accountants, having Firm Registration Number: 104767W, as Statutory Auditors of the Company, to hold office from the conclusion of 12th Annual General Meeting till conclusion of the 16th Annual General Meeting to conduct audit of accounts of the Company for the financial year ending 31 March 2023, 31 March 2024, 31 March 2025 and 31 March 2026, respectively.

The audit report by G. M. Kapadia & Co., Chartered Accountants, for FY2024 is unmodified, i.e., it does not contain any qualification, reservation, adverse remark or disclaimer.

Secretarial Auditor

During FY2024, Shyamprasad D Limaye, Practicing Company Secretary (FCS No. 1587, CP No. 572), has been appointed as Secretarial Auditor to undertake secretarial audit of the Company, pursuant to the provisions of Section 204 of the Act.

A report from the secretarial auditor in the prescribed Form MR-3 for the year ended 31 March 2024 is annexed to this Report. It does not contain any qualification, reservation, adverse remark or disclaimer.

The auditors i.e., Statutory Auditors and Secretarial Auditor have not reported any matter under Section 143(12) of the Act, and therefore, no detail is required to be disclosed under Section 134(3)(ca) of the Act.

Acknowledgements:

Your directors would like to place on record their gratitude for all the guidance and co-operation received from the Securities and Exchange Board of India, the BSE Ltd, National Stock Exchange of India Limited, National Securities Depository Limited, Central Depository Services (India) Limited and other government and regulatory agencies.

Your directors are also grateful to the Company's customers and bankers for their continued support.

The Board of Directors also place on record its sincere appreciation for the commitment and hard work put in by the Management and the employees of the Company.

Cautionary Statement

Some statements in this Report describing the Company's objectives, projections, estimates and expectations may be 'forward looking' within the meaning of applicable laws and regulations. Actual results may differ from those expressed or implied.

**On behalf of the Board of Directors of
Bajaj Financial Securities Limited**



**S Sreenivasan
(Chairman)**

DIN: 03206811

Place: Pune

Date: 16 April 2024

1. Brief outline of Company's CSR Policy

Introduction

The vision and philosophy of late Shri Jamnalal Bajaj, the founder of Bajaj Group, guide the Corporate Social Responsibility (CSR) activities of the Group. He embodied the concept of trusteeship in business and common good, and laid the foundation for ethical, value-based and transparent functioning.

Bajaj Group believes that true and full measure of growth, success and progress lies beyond balance sheets or conventional economic indices. It is best reflected in the difference that business and industry make to the lives of people.

Through its social investments, Bajaj Group addresses the needs of communities residing in the vicinity of its facilities by taking sustainable initiatives in the areas of health, education, environment conservation, infrastructure and community development, and response to natural calamities. For society, however, Bajaj is more than a corporate identity. It is a catalyst for social empowerment and the reason behind the smiles that light up a million faces.

It is this goodwill that has made us work towards 'Activating Lives'.

'Bajaj Beyond' is the Bajaj Group's new identity for all its corporate social responsibility and charitable programmes with focus on youth skilling. The initiatives will benefit the youth and enable them to take advantage of employment and entrepreneurial opportunities offered by India's growing economy in the years' to come.

Guiding principles:

The Bajaj Group believes that social investments should:

- **Benefit Generations:** The Company believes in 'investment in resource creation' for use over generations. The Company tries to identify sustainable projects which will benefit the society over long periods.
- **Educate for Self-Reliance and Growth:** To usher in a growth-oriented society and thereby a very strong and prosperous nation, by educating each and every Indian.
- **Promote Health:** The Company believes good health is a pre-requisite for both education and productivity.

- **Encourage for Self Help:** To guide and do hand holding for self-help, individually and collectively to create excellence for self and for the team.
- **Be Focused:** The Company believes that activities should be focused around locations where it has a presence and hence can effectively guide, monitor and implement specific projects.
- **Target those who need it most:** Care for the sections of the society, which are socially at the lowest rung irrespective of their religion or caste or language or colour.

Brief Contents of CSR Policy

Section 135 of the Companies Act, 2013 and the Companies (Corporate Social Responsibility Policy) Rules, 2014 have been amended substantially with effect from 22 January 2021. Accordingly, the CSR Policy was approved and adopted by the Board of Directors in its meeting held on 26 April 2021. The Policy, *inter alia*, covers the following:

- Philosophy, Approach & Direction
- Guiding Principles for selection, implementation and monitoring of activities
- Guiding Principles for formulation of Annual Action Plan

2. Composition of CSR Committee :Not required to be constituted pursuant to amendment to the Act

3. Web-link where the following are disclosed on the website of the Company

Composition of CSR Committee <https://www.bajajfinservsecurities.in/board-of-directors>

CSR Policy <https://www.bajajfinservsecurities.in/download>

CSR projects approved by the Board <https://www.bajajfinservsecurities.in/download>

4. Executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility : NA

Policy) Rules, 2014, if applicable

5. (a) Average net profit of the Company as per sub-section (5) of section 135 : Rs. 119,701,528.16
- (b) Two percent of average net profit of the company as per sub-section (5) of section 135 : Rs. 2,394,030.56
- (c) Surplus arising out of the CSR projects or programmes or activities of the previous financial years : Nil
- (d) Amount required to be set-off for the financial year, if any : Nil
- (e) Total CSR obligation for the financial year [(b)+(c)-(d)] : Rs. 2,394,030.56
- 6.(a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project) : Rs. 27,00,000
- (b) Amount spent in Administrative Overheads : Nil
- (c) Amount spent on Impact Assessment, if applicable : NA
- (d) Total amount spent for the Financial Year [(a)+(b)+(c)] : Rs. 27,00,000
- (e) CSR amount spent or unspent for the financial year :

| Total Amount Spent for the financial year (in Rs.) | Amount Unspent (in Rs.) | | | |
|--|---|------------------|---|--------|
| | Total Amount transferred to Unspent CSR Account as per section 135(6) | | Amount transferred to any fund specified under Schedule VII as per second proviso to sub-section (5) of section 135 | |
| | Amount | Date of transfer | Name of the Fund | Amount |
| Rs. 27,00,000 | NOT APPLICABLE, SINCE THERE IS NO UNSPENT AMOUNT | | | |

(f) Excess amount for set-off, if any:

| SI. No. | Particular | Amount (in Rs.) |
|---------|---|------------------|
| (1) | (2) | (3) |
| (i) | Two percent of average net profit of the company as per sub-section (5) of section 135 | Rs. 2,394,030.56 |
| (ii) | Total amount spent for the Financial Year | Rs. 27,00,000 |
| (iii) | Excess amount spent for the Financial Year [(ii)-(i)] | Rs. 3,05,969.44 |
| (iv) | Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years, if any | Nil |
| (v) | Amount available for set off in succeeding Financial Years [(iii)-(iv)] | Rs. 3,05,969.44 |

7. Details of Unspent Corporate Social Responsibility amount for the preceding three Financial Years: **Nil**

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: NA

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per subsection (5) of section 135: Not Applicable



S Sreenivasan
Chairman of the Board
DIN: 03206811



Manish Jain
Managing Director
DIN: 06413162

Date: 16 April 2024

Form No. MR-3

SECRETARIAL AUDIT REPORT

[Pursuant to section 204 (1) of the Companies Act, 2013 and rule 9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

For the financial year ended 31st March, 2024.

To,
The Members of,
Bajaj Financial Securities Limited,
U67120PN2010PLC136026
Bajaj Auto Ltd. Complex, Mumbai-Pune Road,
Akurdi, Pune-411035.

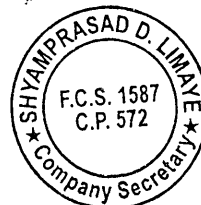
I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and adherence to good corporate practices by **Bajaj Financial Securities Limited** (hereinafter called as "the Company"). The Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorised representatives during the conduct of Secretarial Audit and subject to letter annexed herewith, I hereby report that in my opinion, the Company has during the audit period covering the financial year ended on 31st March, 2024, complied with the applicable statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2024, according to the provisions of:

- 1) The Companies Act, 2013 (the Act) and the rules made thereunder;
- 2) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- 3) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- 4) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- 5) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable: -
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

BFINSEC



- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
- (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 and The Securities and Exchange Board of India (Share Based Employee Benefits And Sweat Equity) Regulations, 2021
- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 and The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (g) Securities and Exchange Board of India (Stock Brokers) Regulations, 1992;
- (h) Securities and Exchange Board of India (Research Analysts) Regulations, 2014;
- (i) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 and The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021;
- (j) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 and The Securities and Exchange Board of India (Buy-back of Securities) Regulations, 2018; and
- (k) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Company is an unlisted public company and wholly-owned subsidiary of a listed company.

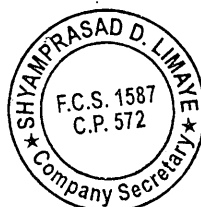
I have also examined compliance with the applicable clauses of the following:-

- (i) Secretarial Standards pursuant to section 118(10) of the Act, issued by the Institute of Company Secretaries of India.
- (ii) Listing Agreement entered into by the Company with BSE Limited (for Debentures) as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the period under review the Company has complied with the provisions of the Act, rules, regulations, guidelines, standards, etc. mentioned above.

I further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors and Non-Executive Directors including one Woman Independent Director. There were no changes in the composition of the Board of Directors during the period under review.

Adequate notices were given to all Directors to schedule the Board meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further



information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting by the Directors. The decisions were carried unanimously.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that, during the period, the Company has:

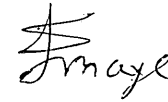
- i. Issued Commercial Papers amounting to Rs. 3,250 crores from time to time and complied with the rules and regulations under various Acts.

I further report that during the audit period there was no other event/action having major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc. referred to above.

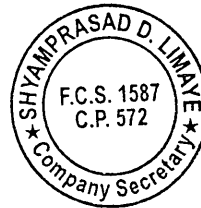
Place Pune

Date 16/4/2024

UDIN F001587F000138130



Shyamprasad D. Limaye
FCS 1587 CP 572



Shyamprasad D. Limaye

B.Com. LL.B. F.C.S

Company Secretary

Flat No. 303 Parag-Wahini C.H.S Ltd.

126 Dahanukar Colony, Lane No. 4

Kothrud, Pune: 411 038.

(M).9423009462

e-mail:shyamprasad.limaye@gmail.com

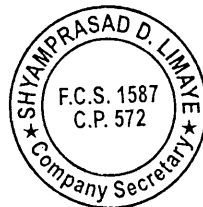
To,
The Members of,
Bajaj Financial Securities Limited,
Bajaj Auto Ltd. Complex, Mumbai-Pune Road,
Akurdi, Pune-411035.

My Secretarial Audit Report for Financial Year ended on 31st March, 2024, of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the process and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of event etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place Pune

Date 16/04/2024



A handwritten signature in black ink, appearing to read "Shimaye".

Shyamprasad D. Limaye

FCS 1587-CP 572

G. M. KAPADIA & CO.

(REGISTERED)

CHARTERED ACCOUNTANTS

1007, RAHEJA CHAMBERS, 213, NARIMAN POINT, MUMBAI 400 021, INDIA

PHONE : (91-22) 6611 6611 FAX : (91-22) 6611 6600

INDEPENDENT AUDITOR'S REPORT

To the Members of Bajaj Financial Securities Limited
Report on the Financial Statements

Opinion

We have audited the financial statements of Bajaj Financial Securities Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including other comprehensive income), Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Indian Accounting Standards specified under section 133 of the Act ("Ind AS"), of the state of affairs of the Company as at March 31, 2024, and its profit (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

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 Financial Statements 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 (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made 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 we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be key audit matters to be communicated in our report.



| Key Audit Matter description | How the scope of our audit responded the key audit matter |
|--|---|
| <p>IT systems and Controls:</p> <p>Financial accounting and reporting processes, especially in the financial services sector, are fundamentally reliant on IT systems and IT controls to process significant transaction volumes, hence we identified IT systems and controls over financial reporting as a key audit matter for the Company.</p> <p>Automated accounting procedures and IT environment controls, which include IT governance, general IT controls over program development and changes, access to programs and data and IT operations, are required to be designed and to operate effectively to ensure reliable financial reporting.</p> | <p>We performed the following procedures on the IT infrastructure and applications relevant to financial reporting:</p> <p>We involved our IT specialists for assessment of the IT systems and controls over financial reporting;</p> <p>Understood General IT Controls over key financial accounting and reporting systems (referred to as "in-scope systems") which covered access controls, program/ system changes, program development and computer operations;</p> <p>Tested the design and operating effectiveness of the Company's IT access control over the information system that are important to financial reporting.</p> <p>Carried the test of controls with respect to the IT general controls This included testing that requests for access to systems were appropriately reviewed and authorized.</p> <p>Tested the Company's periodic review of access rights. Carried test of controls with respect to changes to systems for appropriate approval and authorization.</p> |

Information Other than the Financial Statements and Our Report thereon

The Company's Board of Directors is responsible for the other information. The Other Information comprises the information included in Director's Report but does not include the financial statements and our auditor's report thereon, which we obtained prior to the date of this report. Our opinion on the financial statements does not cover the Other Information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Other Information identified above and, in doing so, consider whether the Other Information is



materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the Other Information that we obtained prior to the date of this auditor's report, we conclude that if there is a material misstatement of this Other Information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance include other comprehensive income, changes in equity, cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is 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 management 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 Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements 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 financial statements.

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 financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and



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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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system 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 Management.
- Conclude on the appropriateness of management's 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 Company's ability 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 financial statements 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 financial statements, including the disclosures, and whether the financial statements 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Report on Other Legal and Regulatory Requirements

1. As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Statement of Cash Flows and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014;
 - e) On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of section 164(2) of the Act;
 - f) With respect to the adequacy of the internal financial controls with reference to financial statement of the Company and the operating effectiveness of such controls, refer to our separate report in 'Annexure A';
 - g) No managerial remuneration has been paid or provided by the Company to its directors for the year ended March 31, 2024;
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigation which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) The management has represented that, as stated in note no. 47, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company



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("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The management has represented that, as stated in note no. 47, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on such audit procedures that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.

- v. The Company has not declared or paid any dividend during the year.
- vi. Based on our examination which included test checks, the company has used accounting software for maintaining its books of account which, along with access management tools, as applicable, have a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.
2. As required by the Companies (Auditor's Report) Order, 2020 ('the Order'), issued by the Central Government of India in terms of section 143(11) of the Act, we give in the 'Annexure B', a statement on the matters specified in the paragraph 3 and 4 of the Order.

For G. M. Kapadia & Co.
Chartered Accountants
Firm Registration No 104767W



Rajen Ashar

Rajen Ashar
Partner

Membership No. 048243
UDIN: 24048243BKFFSA3920

Place: Mumbai
Dated this 16 day of April, 2024

Annexure A - referred to in paragraph 1(f) under "Report on Other Legal and Regulatory Requirements" of our report of even date

Report on the Internal Financial Control with reference to financial statements under clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 ("the Act")

Opinion

We have audited the internal financial controls with reference financial statements of Bajaj Financial Securities Limited ("the Company") as of March 31, 2024 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2024, based on criteria for internal financial controls with reference to financial statements established by the Company considering the essential components of internal control stated in the Guidance Note.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the 'Guidance Note'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness.



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Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk.

The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

Meaning of Internal Financial Controls With reference to Financial Statements

A Company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control with reference to financial statements includes those policies and procedures that

- 1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;
- 2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the Company; and
- 3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls With reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For G. M. Kapadia & Co.
Chartered Accountants
Firm Registration No 104767W



Rajen

Rajen Ashar
Partner

Membership No. 048243

UDIN: 24048243BKFFSA3920

Place: Mumbai

Dated this 16th day of April, 2024

Annexure B to the Independent Auditor's Report

Referred to in paragraph 2 under 'Report on Other Legal & Regulatory Requirements' of our report on even date to the members of the Company on financial statements for the year ended March 31, 2024

To the best of our information and according to the explanation provided to us by the Company and books of account and records examined by us in the normal course of audit, we state that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property plant and equipment and relevant details of right-of-use assets.
- (B) The Company has maintained proper records of Intangible assets showing full particulars of such assets;
- (b) As informed to us, the property plant and equipment and right-to-use assets have been physically verified by the management during the period according to a phased programme. In our opinion, such programme is reasonable having regard to the size of the Company and the nature of its assets. We have been further informed that no material discrepancies were noticed on such verification by the management between the book records and physical verification.
- (c) Based on our examination of the documents provided to us, we report that, the title deeds of all the immovable properties, (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company) disclosed in the financial statements included in are held in the name of the Company as at the balance sheet date.
- (d) The Company not has revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year. Accordingly, paragraph 3(i)(d), of the Order are not applicable;
- (e) As represented by the management there are no proceedings initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) The Company's business does not involve inventories and accordingly, the provision of the clause 3(ii)(a) of the Order is not applicable to the Company.
- (b) As stated in note no. 49 the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, by banks or financial institutions on the basis of security of current assets during the year. We have not observed discrepancies in the quarterly returns or statements filed by the company with such banks as compared to the books of account maintained by the Company.



G. M. KAPADIA & CO.

(iii) The Company has made investments in, companies, firms, Limited Liability Partnerships, and granted unsecured loans to other parties, during the year,

(a) (A) The Company does not have any subsidiaries, joint ventures and associates and hence reporting under clause 3(iii)(a) (A) of the Order is not applicable.;

(B) details of investments in, companies, firms, Limited Liability Partnerships, and granted unsecured loans to other parties, during the year are as under:

| | Guarantees | Security | Loans | Advances in nature of loans |
|--|------------|----------|------------------------|-----------------------------|
| Aggregate amount granted/ provided during the year | | | | |
| -Subsidiaries | Nil | Nil | Nil | Nil |
| - Joint Ventures | | | | |
| - Associates | | | | |
| - Others* | | | | |
| Balance outstanding as at balance sheet date in respect of above cases | | | | |
| - Subsidiaries | | | | |
| - Joint Ventures | | | | |
| - Associates | | | | |
| - Others | | | Rs.381,869.28 Lakhs | |

* The Company is in the business of margin funding. The management has informed us that it would be impractical to determine the aggregate amount of loans granted during the year.

- (b) In our opinion, the investments made and the terms and conditions of the grant of loans, during the year are, prima facie, not prejudicial to the Company's interest
- (c) In respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts are regular;
- (d) In respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.



G. M. KAPADIA & CO.

- (e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.
- (f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.
- (iv) The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable.
- (v) In our opinion and according to the information and explanations given to us, the Company has complied with the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under, to the extent applicable. We are informed by the Management that no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal in this regard.
- (vi) The maintenance of cost records has not been specified by the Central Government under Section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company. Hence reporting under clause 3 (vi) of the Order is not applicable.
- (vii) (a) According to the information and explanations given to us and according to the records of the Company examined by us, in our opinion, the Company is generally regular in depositing with the appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales Tax and Goods and Services Tax. According to the information and explanations given to us, no undisputed amounts payable in respect of aforesaid dues were outstanding as at March 31, 2024 for a period of more than 6 months from the date they became payable.
- (b) According to the information and explanations given to us, the Company has no disputed statutory dues as at March 31, 2024.
- (viii) According to the information and explanations given to us, there are no transactions not recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- (ix) (a) The Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) In our opinion, term loans availed by the Company during the year, were applied by the Company for the purposes for which the loans were obtained.



G. M. KAPADIA & CO.

- d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) The Company does not have any subsidiaries, joint ventures or associate companies Accordingly, paragraph 3 (ix)(e) of the order is not applicable to the Company;
- (f) The Company does not have any subsidiaries, joint ventures or associate companies Accordingly, paragraph 3 (ix)(f) of the order is not applicable to the Company;
- (x) (a) The Company has not raised money raised by way of initial public offer or further public offer (including debt instruments) during the period under audit. Accordingly, clause 3(x)(a) of the Order is not applicable.
- (b) The Company has not made preferential allotment or private placement of convertible debentures (fully or partly or optionally) during the year under audit. The Company has made preferential allotment or private placement of shares during the year under audit. The Company has complied with the requirements of section 42 and section 62 of the Companies Act, 2013. Further the funds raised have been used for the purposes for which the funds were raised.
- (xi) (a) To the best of our knowledge, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) No report under section 143(12) of the Companies Act, 2013, has been filed in form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
- (c) We have taken into consideration the whistle blower complaints received by the company during the year while determining the nature, timing and extent of audit procedures.
- (xii) The Company is not a chit fund or a Nidhi Company. Accordingly, the provision of the clause 3(xii) of the Order is not applicable to the Company.
- (xiii) According to the information and explanation given to us and based on our examination of the records of the Company, transactions with related parties are in compliance with sections 177 and 188 of the Act where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- (xiv) (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures
- (xv) The Company has not entered into any non-cash transactions with directors or persons connected with him covered under the provisions of section 192 of the Act. Accordingly, the provision of the clause 3(xv) of the Order is not applicable to the Company.



G. M. KAPADIA & CO.

- (xvi) (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
- (d) In our opinion, and according to the information and explanation given to us, in the group (in accordance with Core Investment Companies (Reserve Bank) Directions, 2016) there are 17 companies forming part of the promoter/promoter group of the Company which are CICs (These are unregistered CICs as per Para 9.1 of Notification No. RBI/2020-21/24 dated 13th August 2020 of the Reserve Bank of India).
- (xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditor during the year and accordingly the requirement of clause 3(xviii) of the Order not applicable to the Company.
- (xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) The Company has fully spent the required amount towards Corporate Social Responsibility (CSR) and there are no unspent CSR amount for the year requiring a transfer to a Fund specified in Schedule VII to the Companies Act or special account in compliance with the provision of sub-section (6) of section 135 of the said Act.

For G. M. Kapadia & Co.
Chartered Accountants
Firm Registration No 104767W




Rajen Ashar
Partner

Place: Mumbai

Dated this 16th day of April, 2024

Membership No. 048243
UDIN: 24048243BKFFSA3920

Bajaj Financial Securities Limited
Balance Sheet as at 31 March 2024

(₹ in lakh)

| Particulars | Note No. | As at 31 March 2024 | As at 31 March 2023 |
|--|----------|---------------------|---------------------|
| ASSETS | | | |
| Financial assets | | | |
| Cash and cash equivalents | 5 | 10,549.65 | 26,551.93 |
| Bank balances other than cash and cash equivalents | 6 | 102,223.89 | 61,066.90 |
| Derivative financial instruments | 7 | 49.62 | 52.62 |
| Trade receivables | 8 | 38,784.89 | 13,602.85 |
| Loans | 9 | 381,678.35 | 106,435.32 |
| Investments | 10 | 17,789.31 | 20,979.45 |
| Other financial assets | 11 | 43,539.91 | 12,015.18 |
| | | 594,615.62 | 240,704.25 |
| Non-financial assets | | | |
| Current tax assets (net) | | 514.66 | 161.32 |
| Deferred tax assets (net) | 12 | - | 130.95 |
| Property, plant and equipment | 13 | 5,885.46 | 4,022.10 |
| Intangible assets | 13 | 548.35 | 476.16 |
| Other non-financial assets | 14 | 198.03 | 538.91 |
| | | 7,146.50 | 5,329.44 |
| Total assets | | 601,762.12 | 246,033.69 |
| LIABILITIES AND EQUITY | | | |
| Liabilities | | | |
| Financial liabilities | | | |
| Derivative financial instruments | 15 | 44.08 | 400.90 |
| Payables | 16 | | |
| Trade payables | | | |
| - Total outstanding dues of micro enterprises and small enterprises | | 30.59 | 9.43 |
| - Total outstanding dues of creditors other than micro enterprises and small enterprises | | 100,510.94 | 45,571.42 |
| Other payables | | | |
| - Total outstanding dues of micro enterprises and small enterprises | | - | - |
| - Total outstanding dues of creditors other than micro enterprises and small enterprises | | 1,127.02 | 718.19 |
| Debt Securities | 17 | 375,811.69 | 126,047.43 |
| Borrowings (other than debt securities) | 18 | 23,474.17 | - |
| Other financial liabilities | 19 | 4,157.15 | 2,688.39 |
| | | 505,155.64 | 175,435.76 |
| Non-financial liabilities | | | |
| Current tax liabilities (net) | | - | 28.16 |
| Provisions | 20 | 102.76 | 34.47 |
| Deferred tax liabilities (net) | 12 | 113.91 | - |
| Other non-financial liabilities | 21 | 448.57 | 174.56 |
| | | 665.24 | 237.19 |
| Equity | | | |
| Equity share capital | 22 | 80,287.99 | 63,164.71 |
| Other equity | 23 | 15,653.25 | 7,196.03 |
| | | 95,941.24 | 70,360.74 |
| Total liabilities and equity | | 601,762.12 | 246,033.69 |

Summary of material accounting policy information 3
The accompanying notes are an integral part of the financial statements

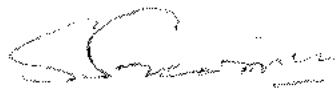
On behalf of the Board of Directors

As per our report of even date

For G.M. Kapadia & Co
Chartered Accountants
ICAI Firm registration number: 104767W

Rajen Ashar
Partner
Membership number: 048243

Pune: 16 April 2024



S Sreenivasan
Chairman



Manish Jain
Managing Director



Bhalchandra Deodhar
Chief Financial Officer



Ravi Dugar
Company Secretary



Bajaj Financial Securities Limited
Statement of Profit and Loss for the year ended 31 March 2024

(₹ in lakh)

| Particulars | Note No. | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|----------|----------------------------------|----------------------------------|
| (I) Revenue from operations | | | |
| Interest income | 25 | 31,840.11 | 13,206.31 |
| Brokerage and fee income | 26 | 12,533.48 | 6,502.43 |
| Net gain on fair value changes | 27 | 3,624.72 | 1,442.41 |
| Dividend income | | 206.25 | 67.22 |
| Other operating income | | 401.06 | 164.45 |
| Total revenue from operations | | 48,605.62 | 21,382.82 |
| (II) Other income | | 1.26 | 9.69 |
| | | 1.26 | 9.69 |
| (III) Total income (I + II) | | 48,606.88 | 21,392.51 |
| (IV) Expenses | | | |
| Finance costs | 28 | 20,605.62 | 6,859.99 |
| Fees and commission expense | 29 | 2,041.85 | 2,022.10 |
| Impairment on financial instruments | 30 | 171.07 | 22.26 |
| Employee benefits expense | 31 | 8,079.69 | 5,059.80 |
| Depreciation and amortisation expenses | 13 | 1,463.07 | 825.13 |
| Other expenses | 32 | 9,138.67 | 5,494.63 |
| Total expenses | | 41,499.97 | 20,283.91 |
| (V) Profit before tax (III - IV) | | 7,106.91 | 1,108.60 |
| (VI) Tax expense | | | |
| Current tax | | 1,300.00 | 540.00 |
| Tax adjustment for earlier year | | (27.81) | (1.54) |
| Deferred tax (credit)/charge | | 246.96 | (251.17) |
| Total tax expense | 12 | 1,519.15 | 287.29 |
| (VII) Profit after tax (V - VI) | | 5,587.76 | 821.31 |
| (VIII) Other comprehensive income (OCI) | | | |
| <u>Items that will not be reclassified to profit or loss:</u> | | | |
| - Remeasurement gains/(losses) on defined benefit plans | | (8.36) | 6.99 |
| - Tax impact on above | | 2.10 | (1.76) |
| Total other comprehensive income for the year (net of tax) | | (6.26) | 5.23 |
| (IX) Total comprehensive income for the year (VII + VIII) | | 5,581.50 | 826.54 |
| (X) Earnings per share: | 33 | | |
| (Nominal value per share ₹ 10) | | | |
| Basic (₹) | | 0.85 | 0.13 |
| Diluted (₹) | | 0.85 | 0.13 |

Summary of material accounting policy information
The accompanying notes are an integral part of the financial statements

3

On behalf of the Board of Directors

As per our report of even date

For G.M. Kapadia & Co
Chartered Accountants
ICAI Firm registration number: 104767W

Rajen Ashar
Partner
Membership number: 048243



S Sreenivasan

S Sreenivasan
Chairman

Manish Jain

Manish Jain
Managing Director

Bhalchandra Deodhar

Bhalchandra Deodhar
Chief Financial Officer

Ravi Dugar

Ravi Dugar
Company Secretary

Pune: 16 April 2024



Bajaj Financial Securities Limited
Statement of changes in equity for the year ended 31 March 2024

a. Equity share capital

| Particulars | (₹ in lakh) | |
|--|-------------------------------------|-------------------------------------|
| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
| Balance at the beginning of the year | 63,164.71 | 63,164.71 |
| Changes in equity share capital during the year (refer note no. 22(a)) | 17,123.28 | - |
| At the end of the year | 80,287.99 | 63,164.71 |

b. Other equity

For the year ended 31 March 2024

| Particulars | Note No. | (₹ in lakh) | | | |
|--|----------|-------------------|------------------|---|--------------------|
| | | Retained earnings | Security Premium | Other comprehensive income on actuarial gain/(loss) on defined benefit plan | Total other equity |
| Balance as at 31 March 2023 | 23 | 3,970.17 | 3,233.29 | (7.43) | 7,196.03 |
| Profit after tax | | 5,587.76 | - | - | 5,587.76 |
| Other comprehensive income for the year (net of tax) | | - | - | (6.26) | (6.26) |
| Total | | 9,557.93 | 3,233.29 | (13.69) | 12,777.53 |
| Shares issued during the year | | - | 2,876.72 | - | 2,876.72 |
| Share issue expenses | | - | (1.00) | - | (1.00) |
| | | - | 2,875.72 | - | 2,875.72 |
| Balance as at 31 March 2024 | 23 | 9,557.93 | 6,109.01 | (13.69) | 15,653.25 |

For the year ended 31 March 2023

| Particulars | Note No. | (₹ in lakh) | | | |
|--|----------|-------------------|------------------|---|--------------------|
| | | Retained earnings | Security Premium | Other comprehensive income on actuarial gain/(loss) on defined benefit plan | Total other equity |
| Balance as at 31 March 2022 | 23 | 3,148.86 | 3,233.29 | (12.66) | 6,369.49 |
| Profit after tax | | 821.31 | - | - | 821.31 |
| Other comprehensive income for the year (net of tax) | | - | - | 5.23 | 5.23 |
| Total | | 3,970.17 | 3,233.29 | (7.43) | 7,196.03 |
| Shares issued during the year | | - | - | - | - |
| Share issue expenses | | - | - | - | - |
| | | - | - | - | - |
| Balance as at 31 March 2023 | 23 | 3,970.17 | 3,233.29 | (7.43) | 7,196.03 |

The accompanying notes are an integral part of the financial statements

On behalf of the Board of Directors

As per our report of even date

For G.M. Kapadia & Co
Chartered Accountants
ICAI Firm registration number: 104767W



Rajen Ashar
Partner
Membership number: 048243

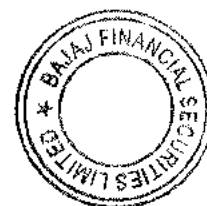
S Sreenivasan
Chairman

Manish Jain
Managing Director

Bhalchandra Deodhar
Chief Financial Officer

Ravi Dugar
Company Secretary

Pune: 16 April 2024



Bajaj Financial Securities Limited
Statement of Cash Flows for the year ended 31 March 2024

(₹ in lakh)

| Particulars | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|-------------------------------------|-------------------------------------|
| (I) Operating activities | | |
| Profit before tax | 7,106.91 | 1,108.60 |
| Adjustments for: | | |
| Interest income | (31,840.11) | (13,206.31) |
| Depreciation and amortisation | 1,465.07 | 825.13 |
| Net (gain)/loss on disposal of property, plant and equipment | 0.60 | (1.75) |
| Impairment on financial instruments | 171.07 | 22.26 |
| Finance costs | 20,605.62 | 6,859.99 |
| Net realised (gain)/ loss on financial instruments at fair value through profit or loss | (815.26) | (2,575.03) |
| Net unrealised (gain)/ loss on financial instruments at fair value through profit or loss | (2,802.46) | 1,132.62 |
| | (6,117.56) | (5,834.49) |
| Cash inflow from interest on loans | 23,099.37 | 10,221.56 |
| Cash generated from operation before working capital changes | 16,981.81 | 4,387.07 |
| Working capital changes: | | |
| (Increase) / decrease in other bank balances | (39,340.66) | (32,664.12) |
| (Increase) / decrease in derivative financial instruments (asset) | (2,455.65) | 844.74 |
| (Increase) / decrease in trade receivables | (24,979.03) | (1,573.29) |
| (Increase) / decrease in loans | (272,794.27) | (34,190.71) |
| Purchase of equity instrument classified at FVTPL | (72,506.57) | (63,877.90) |
| Proceeds from liquidation of equity instrument classified at FVTPL | 76,787.66 | 48,419.79 |
| (Increase) / decrease in other financial assets | (31,546.75) | 15,386.77 |
| (Increase) / decrease in other non-financial assets | 79.40 | 44.42 |
| Increase / (decrease) in derivative financial instruments (liabilities) | (29.76) | 30.13 |
| Increase / (decrease) in trade payables | 54,960.68 | 8,439.51 |
| Increase / (decrease) in other payables | 408.83 | 491.58 |
| Increase / (decrease) in other financial liabilities | 55.40 | 179.02 |
| Increase / (decrease) in provisions | 59.93 | (19.24) |
| Increase / (decrease) in other non-financial liabilities | 274.01 | 5.75 |
| | (311,026.78) | (88,483.56) |
| Interest received on deposits with bank | 4,123.14 | 1,356.86 |
| Income tax paid (net of refunds) | (1,675.23) | (713.66) |
| Net cash (used in) from operating activities (I) | (291,597.06) | (53,453.28) |
| (II) Investing activities | | |
| Purchase of property, plant and equipment and capital work-in-progress | (974.62) | (1,627.97) |
| Purchase of intangible assets and intangible assets under development | (264.84) | (304.36) |
| Sale of property, plant and equipment | 8.44 | 30.97 |
| Purchase of debt instrument classified at FVTPL | (100,995.46) | (121,193.94) |
| Proceeds from liquidation of debt instrument classified at FVTPL | 105,660.31 | 148,971.31 |
| Net cash (used in) / generated from investing activities (II) | 3,433.83 | 25,876.01 |
| (III) Financing activities | | |
| Issue of equity share capital (including securities premium) | 20,000.00 | - |
| Share issue expenses | (1.00) | - |
| Short term borrowing availed (net) | 270,622.77 | 50,328.73 |
| Payment of lease liability | (470.86) | (271.29) |
| Cash outflow towards finance cost | (17,989.96) | (6,076.23) |
| Net cash generated from financing activities (III) | 272,160.95 | 43,981.21 |
| Net increase in cash and cash equivalents (I+II+III) | (16,002.28) | 16,403.94 |
| Cash and cash equivalents at the beginning of the year | 26,551.93 | 10,147.99 |
| Cash and cash equivalents at the end of the year | 10,549.65 | 26,551.93 |

The above Statement of Cash Flows has been prepared under the indirect method as set out in Ind AS 7 'Statement of Cash Flows'.

Cash receipt and payment for borrowings in which the turnover is quick, the amounts are large, and the maturities are short are defined as short term borrowings and shown on net basis. Such items include commercial papers, cash credit and overdraft facility. All other borrowings are terms as long term borrowings.

| Particulars | ₹ in lakh | |
|--|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Cash and cash equivalents comprises of | | |
| Balance with banks: | | |
| In current accounts | 10,549.65 | 26,551.93 |
| In fixed deposits (with original maturity of 3 months or less) | - | - |
| Total | 10,549.65 | 26,551.93 |

On behalf of the Board of Directors

As per our report of even date

For G.M. Kapadia & Co
Chartered Accountants
ICAI Firm registration number: 104767W

Rajen Asher
Partner
Membership number: 048243

Pune: 16 April 2024



S Sreenivasan
S Sreenivasan
Chairman

Bhalohandra Deodhar
Chief Financial Officer

Bhalohandra Deodhar
Chief Financial Officer

Manish Jain
Manish Jain
Managing Director

Ravi Dugar
Ravi Dugar
Company Secretary



Bajaj Financial Securities Limited
Notes to financial statements for the year ended 31 March 2024

1. Corporate information

Bajaj Financial Securities Ltd. ('the Company', 'BFSL') (Corporate ID No.:U67120PN2010PLC136026) is incorporated on 7 April 2010 and domiciled in India. The Company is engaged in a single line of business as a provider of broking services to its clients in capital market. The Company is an unlisted public limited Company that is a wholly owned subsidiary of Bajaj Finance Limited (the 'Parent'). The Company is registered as a "Stock Broker" with the Securities and Exchange Board of India ("SEBI") offering stock and derivative trading through NSE and BSE. The Company is registered as Depository Participant with both NSDL and CDSL in terms of Security and Exchange Board of India (Depository Participant) Regulations, 1996. The Company has its registered office at Akurdi, Pune Maharashtra, India and its principal place of business at Unit-2, Tower-B, Mantri IT Park, Nagar Road, Viman Nagar, Pune, Maharashtra, India.

The audited financial statements were subject to review and approval of Board of Directors. On 16 April 2024, Board of Directors of the Company approved and recommended the audited financial statements for consideration and adoption by the shareholders in its Annual General Meeting.

2. Basis of preparation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirements of Division III of Schedule III to the Companies Act, 2013 (the Act). (Ind AS compliant Schedule III). The financial statements have been prepared on a going concern basis. The Company uses accrual basis of accounting except in case of significant uncertainties.

The financial statements are presented in Indian Rupee (INR), which is also the functional currency of the Company, in lakh rounded off to two decimal places as permitted by Schedule III to the Act. The financial statements have been prepared on a historical cost basis, except for certain financial instruments that are measured at fair value.

2.1 Presentation of financial statements

The Company presents its balance sheet in order of liquidity.

The Company prepares and present its financial statement in the format prescribed by Division III of Schedule III to the Act. The Statement of Cash Flows has been prepared and presented as per the requirements of Ind AS 7 'Statement of Cash Flows'.

The Company generally reports financial assets and financial liabilities on a gross basis in the balance sheet. They are offset and reported net only when Ind AS specifically permits the same or it has an unconditional legally enforceable right to offset the recognised amounts without being contingent on a future event.

Similarly, the Company offsets incomes and expenses and reports the same on a net basis when permitted by Ind AS specifically unless they are material in nature.

Material accounting estimates, judgements and assumptions

The preparation of the Company's financial statements requires Management to make use of estimates, judgements and assumptions. These estimate, judgements and assumptions affect the application of accounting policies, the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities as at date and the reported amount of revenues and expenses during the year. Accounting estimates could change from period to period. In view of the inherent uncertainties and a level of subjectivity involved in measurement of items, it is possible that the outcomes in the subsequent financial years could differ from the Management's estimates and judgements. Revisions to accounting estimates are recognized prospectively.

Accounting estimates and judgements are used in various line items in the financial statements for e.g.:

- Business model assessment (Refer note no. 3.3)
- Fair value of financial instruments (Refer note no. 3.5, 44 and 45)
- Impairment of financial assets (Refer note no. 3.3, 9 and 46)
- Provisions and other contingent liabilities (Refer note no. 3.8)
- Defined employee benefit assets and liabilities (Refer note 36)
- Estimates pertaining to accounting of Property, Plant and Equipment (Refer note no. 13)

3. Material accounting policy information

This note provides a list of the material accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

3.1 Income

(i) Interest Income

The Company recognises interest on Margin Trade Funding including delayed payment interest income using effective interest rate (EIR) on all financial assets subsequently measured under amortised cost. The Company calculates interest income by applying the EIR to the gross carrying amount of financial assets.

(ii) Revenue from operations other than interest income

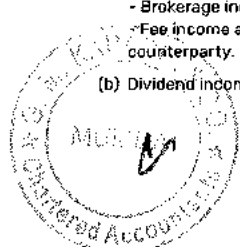
The Company recognises revenue from contracts with customers (other than financial assets to which Ind AS 109 'Financial Instruments' is applicable) based on a comprehensive assessment model as set out in Ind AS 115 'Revenue from contracts with customers'. The Company identifies contract(s) with a customer and its performance obligations under the contract, determines the transaction price and its allocation to the performance obligations in the contract and recognises revenue only on satisfactory completion of performance obligations. The Company recognises revenue at transaction price net of variable consideration on account of various discounts and schemes offered by the Company as part of the contract.

(a) Brokerage, fee income and other operating income:

The Company recognises Brokerage, fees income and other operating income from:

- Brokerage income with respect to stock broking activities on trade date.
- Fee income and other operating income on an accrual basis in accordance with the terms and conditions entered into between the Company and the counterparty.

(b) Dividend income is recognised once right to receive dividend is established



3.2 Expenditures

(i) Finance costs

Borrowing costs on financial liabilities are recognised using the EIR.

(ii) Fees and commission expenses

Fees and commission expenses, such as fees/commission incurred on trades executed, sourcing of broking / depository accounts, value added services and products distribution, are recognised in the Statement of Profit and Loss on an accrual basis.

(iii) Employee Compensation and benefits

The Company operates defined benefit, defined contribution and other long term service benefits.

Payment to defined contribution plans i.e. provident Fund and employees' state insurance are charged as an expenses as the employee render service.

Defined benefit plan for gratuity is funded by the Company. Payment for present liability of future payment of gratuity is made to the approved gratuity fund under cash accumulation policy and debt fund. Any deficits in plan assets as compared to actuarial liability determined by an appointed actuary are recognised as a liability. Actuarial liability is computed using the projected unit credit method. The Calculation includes assumptions with regard to discount rate, salary escalation rate, attrition rate and mortality rate. Management determines these assumptions in consultation with the plan's actuary and past trend. Gains and losses through remeasurements of the net defined benefit liability/assets are recognised immediately in the Balance Sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. The effect of any planned amendments is recognised in Statement of Profit and Loss. Remeasurements are not reclassified to profit or loss in subsequent periods.

(iv) Other expenses

Other expenses are recognised on accrual basis net of the goods and services tax, except where credit for the input tax is not statutorily permitted.

3.3 Financial Instruments

Recognition of Financial Instruments

The Company recognises all financial instruments on the date when the Company becomes bound by the contractual provisions of the financial instruments. For tradeable securities, the Company recognises the financial instruments on settlement date.

(i) Financial assets

Initial measurement

All financial assets are recognized initially at fair value adjusted for transaction costs that are directly attributable to the acquisition of the financial asset except for following :

- Financial assets measured at FVTPL which are recognised at fair value; and
- Trade receivables that do not contain a significant financing component (as defined in Ind AS 115) which are recorded at transaction price.

Subsequent measurement

For the purpose of subsequent measurement, financial assets are classified into two categories:

- At amortised cost
- At Fair Value through profit and loss

The Classification depends on the contractual terms of the cash flows of the financial assets and Company's business model for managing financial assets

Financial instruments at amortised cost

Company's financial asset is measured at amortised cost using the EIR method only if both of the following conditions are met:

- It is held within a business model whose objective is to hold assets in order to collect contractual cash flows.
- The contractual terms of the financial asset represent contractual cash flows that are solely payments of principal and interest.

Margin Trade Funding loans granted by Company are subsequently measured at amortised cost.

Financial asset at fair value through profit or loss (FVTPL)

Any financial instrument, which does not meet the criteria for categorisation as at amortised cost or as FVOCI, is classified to be measured at FVTPL.

Financial instruments included within the FVTPL category are measured at fair value with all changes recognised in the Statement of Profit and Loss account.

Investment in mutual fund and equity instruments which are held for trading are classified as at FVTPL.



Derecognition of Financial Assets

The Company derecognises a financial asset (or, where applicable, a part of a financial asset) when the right to receive cash flows from the asset have expired.

Impairment of financial assets

Expected Credit losses ("ECL") are recognised for financial assets held under amortised cost category. In accordance with Ind AS 109, the Company applies expected credit loss model (ECL) for measurement and recognition of impairment loss. At each reporting date, the Company assesses whether the loans have been impaired. The Company is exposed to credit risk when the customer defaults on his contractual obligations. For the computation of ECL, the Margin Trade Funding (MTF) loan receivables are classified into three stages based on the default and the aging of the outstanding. The Company uses 12 month ECL for days past due less than 30 days which is stage I and lifetime ECL for days past due greater than 30 days and less than 90 days, stage II, and for days past due greater than 90, stage III.

(ii) Financial liabilities

Initial measurement

The Company recognises all financial liabilities initially at fair value adjusted for transaction costs that are directly attributable to the issue of financial liabilities except in the case of financial liabilities recorded at FVTPL where the transaction costs are charged to profit or loss. Generally, the transaction price is treated as fair value unless there are circumstances which prove to the contrary in which case, the difference, if material, is charged to profit or loss.

Subsequent measurement

The Company subsequently measures all financial liabilities at amortised cost using the EIR method.

Derecognition

The Company derecognises a financial liability when the obligation under the liability is discharged, cancelled or expired through repayments, waivers.

3.4 Taxes

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, in accordance with the Income Tax Act, 1961 and the Income Computation and Disclosure Standards (ICDS) prescribed therein. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred tax is provided using the balance sheet approach on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date. Deferred tax relating to items recognised outside profit or loss is recognised either in other comprehensive income or in equity.

3.5 Fair value measurement

The Company measures its qualifying financial instruments at fair value on each balance sheet date.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data is available to measure fair value.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy into Level I, Level II and Level III based on the lowest level input that is significant to the fair value measurement as a whole. For a detailed information on the fair value hierarchy, refer note no. 44 and 45.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy.

3.6 Property, plant and equipment

The Company carries Property, plant and equipment at historical cost of acquisition less accumulated depreciation and impairment losses, if any.

The Company provides for depreciation on a pro-rata basis for all tangible assets on straight line method over the useful life of assets assuming no residual value at the end of useful life of the asset. Depreciation on leasehold improvements is provided on straight line method over the primary period of lease of premises or 5 years whichever is less. Depreciation on addition to assets and assets sold during the year is being provided for on a pro rata basis with reference to the month in which such asset is added or sold as the case may be. Details of useful life is given in note no. 13.

3.7 Intangible assets and amortisation thereof

The Company measures intangible assets, representing softwares, licenses etc, initially at cost and subsequently at cost less accumulated amortisation and accumulated impairment, if any.

3.8 Provisions and contingent liabilities

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources, and a reliable estimate can be made of the amount of the obligation.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. The Company also discloses present obligations for which a reliable estimate cannot be made. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.



3.9 Leases

The Company as a lessee follows Ind AS 116 'Leases' for accounting of various office premises taken on lease.

Measurement of lease liability

At the time of initial recognition, the Company measures lease liability as present value of all lease payments over primary period of lease discounted using the Company's incremental cost of borrowing of similar tenure and directly attributable costs. Subsequently, the lease liability is increased by interest on lease liability, reduced by lease payments made and remeasured to reflect any reassessment or lease modifications specified in Ind AS 116 'Leases', or to reflect revised fixed lease payments.

Measurement of Right-of-use assets

At the time of initial recognition, the Company measures 'Right-of-use assets' as present value of all lease payments over primary period of lease discounted using the Company's incremental cost of borrowing of similar tenure. Subsequently, 'Right-of-use assets' is measured using cost model i.e. at cost less any accumulated depreciation and any accumulated impairment losses adjusted for any re-measurement of the lease liability specified in Ind AS 116 'Leases'. Depreciation on 'Right-of-use assets' is provided on straight line basis over the lease period.

The Company has elected not to recognise right-of-use assets and lease liabilities for short-term leases that have a lease term of 12 months or less. The Company recognises the lease payments associated with these leases as an expense over the lease term.

3.10 Derivative financial instruments

Derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value at the end of each reporting period. The resulting gain or loss is recognised in standalone statement of profit and loss immediately

4 Recent Accounting Pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.



5. Cash and cash equivalents

| Particulars | ₹ in lakh | |
|--|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Balance with banks | | |
| - In current accounts | 10,549.65 | 26,551.93 |
| - In fixed deposits (with original maturity of 3 months or less) | - | - |
| Total | 10,549.65 | 26,551.93 |

6. Bank balances other than cash and cash equivalents

| Particulars | ₹ in lakh | |
|--|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Fixed deposits (with original maturity more than 3 months) | | |
| encumbered* | 102,069.54 | 60,687.91 |
| unencumbered | 154.35 | 378.99 |
| Total | 102,223.89 | 61,066.90 |

* Fixed deposit under lien with Indian Clearing Corporation Limited for margin requirement ₹ 38,443.79 lakh (Previous year ₹ 16,253.77 lakh), deposits with exchange for trade ₹ 173.68 lakh (Previous year ₹ 169.61 lakh), deposits with bank for Bank Guarantees ₹ 54,071.72 lakh (Previous year ₹ 44,241.03 lakh), ₹ 9,367.26 lakh (Previous year ₹ 1 lakh) for overdraft facility and deposits with the Pension Fund Regulatory & Development Authority ₹ 23.69 lakh (Previous year ₹ 22.50 lakh).

7. Derivative financial instruments

| Particulars | ₹ in lakh | | | |
|----------------------------------|------------------------|--------------|------------------------|--------------|
| | As at 31 March 2024 | | As at 31 March 2023 | |
| | Notional Amounts | Fair value | Notional Amounts | Fair value |
| Equity linked derivatives | | | | |
| Futures | 2,325.14 | 9.22 | 190.70 | 6.63 |
| Options purchased | 10,716.91 | 40.40 | 10,894.61 | 45.99 |
| Total | 13,042.05 | 49.62 | 11,085.31 | 52.62 |

8. Trade receivables

| Particulars | ₹ in lakh | |
|---|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Receivables considered good - unsecured | 38,801.23 | 13,607.35 |
| Less: Impairment loss allowances | 16.34 | 4.50 |
| Total | 38,784.89 | 13,602.85 |

- No trade or other receivables are due from directors or other officers of the Company either severally or jointly with any other person.
- No any trade or other receivables are due from firms or private companies respectively in which any director is a partner, a director or a member.

Trade Receivables (Gross) aging as at 31 March 2024

| Particulars | Not due | Unbilled | Outstanding from due date of payment* | | | | | Total |
|--|----------|----------|---------------------------------------|-------------------|-----------|-----------|-------------------|------------------|
| | | | Less than 6 months | 6 months - 1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) Undisputed Trade receivables - considered good | 4,958.24 | 363.07 | 33,355.41 | 1.65 | 109.15 | 13.71 | - | 38,801.23 |

* Due date of payment is considered to be the date on which the payment of an invoice falls due i.e. after considering the agreed payment turnaround time and where due date of payment is not specified, same is considered as date of transaction.

Trade Receivables aging as at 31 March 2023

| Particulars | Not due | Unbilled due | Outstanding from due date of payment | | | | | Total |
|--|----------|--------------|--------------------------------------|-------------------|-----------|-----------|-------------------|------------------|
| | | | Less than 6 months | 6 months - 1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) Undisputed Trade receivables - considered good | 4,216.55 | 490.73 | 8,872.87 | 12.07 | 15.13 | - | - | 13,607.35 |

Reconciliation of impairment loss allowance on trade receivables

| Particulars | ₹ in lakh | |
|---|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Impairment loss allowance as at beginning of the year (a) | 4.50 | - |
| Net increase/(decrease) during the year (b) | 11.84 | 4.50 |
| Impairment loss allowance at the end of the year (a+b) | 16.34 | 4.50 |

9. Loans

| Particulars | ₹ in lakh | |
|--|------------------------|------------------------|
| | At amortised Cost | |
| | As at 31 March 2024 | As at 31 March 2023 |
| (A) Loans | | |
| Margin trade funding | 381,869.28 | 106,488.56 |
| Total - Gross | 381,869.28 | 106,488.56 |
| Less: impairment loss allowances | 190.93 | 53.24 |
| Total - Net (A) | 381,678.35 | 106,435.32 |
| (B) Out of above | | |
| (I) Secured by tangible assets | | |
| Collateral in the form of cash, securities in case of margin trade funding | 381,869.28 | 106,488.56 |
| Less: impairment loss allowances | 190.93 | 53.24 |
| Sub-total (I) | 381,678.35 | 106,435.32 |
| (II) Unsecured | - | - |
| Less: impairment loss allowances | - | - |
| Sub-total (II) | - | - |
| Total (B) = (I+II) | 381,678.35 | 106,435.32 |
| (C) Out of above | | |
| (I) Loans in India | | |
| (i) Others | 381,869.28 | 106,488.56 |
| Less: impairment loss | 190.93 | 53.24 |
| Sub-total (I) | 381,678.35 | 106,435.32 |
| (II) Loans outside India | - | - |
| Total (C) = (I+II) | 381,678.35 | 106,435.32 |



Analysis of changes in the gross carrying amount and corresponding ECL allowances in relation to loans is as follows:

| Particulars | For the year ended 31 March 2024 | | | | | | |
|--|----------------------------------|---------------------------|--------------------|---------------------------|--------------------|---------------------------|-------------------|
| | Stage 1 | | Stage 2 | | Stage 3 | | Total |
| | Term loans (Gross) | Impairment loss allowance | Term loans (Gross) | Impairment loss allowance | Term loans (Gross) | Impairment loss allowance | |
| As at 31 March 2023 | 106,488.56 | 53.24 | - | - | - | 53.24 | 106,488.56 |
| Transfers during the year | - | - | - | - | - | - | - |
| - transfers to stage 1 | - | - | - | - | - | - | - |
| - transfers to stage 2 | - | - | - | - | - | - | - |
| - transfers to stage 3 | - | - | - | - | - | - | - |
| Impact of changes in credit risk on account of stage movements | - | - | - | - | - | - | - |
| Changes in opening credit | - | - | - | - | - | - | - |
| New credit exposures during the year, net of repayments | 275,380.72 | 137.69 | - | - | - | - | 275,380.72 |
| Amounts written off during the year | - | - | - | - | - | - | - |
| Others | - | - | - | - | - | - | - |
| As at 31 March 2024 | 381,869.28 | 190.93 | - | - | - | - | 381,869.28 |
| | | | | | | | 190.93 |

(₹ in lakh)



(₹ in lakh)

| Particulars | For the year ended 31 March 2023 | | | | | |
|--|----------------------------------|---------------------------|--------------------|---------------------------|--------------------|---------------------------|
| | Stage 1 | | Stage 2 | | Stage 3 | |
| | Term loans (Gross) | Impairment loss allowance | Term loans (Gross) | Impairment loss allowance | Term loans (Gross) | Impairment loss allowance |
| As at 31 March 2022 | 72,000.17 | 35.73 | - | - | - | 35.73 |
| Transfers during the year | | | | | | |
| - transfers to stage 1 | - | - | - | - | - | - |
| - transfers to stage 2 | - | - | - | - | - | - |
| - transfers to stage 3 | - | - | - | - | - | - |
| Impact of changes in credit risk on account of stage movements | - | - | - | - | - | - |
| Changes in opening credit | - | - | - | - | - | - |
| New credit exposures during the year, net of repayments | 34,488.39 | 17.51 | - | - | - | 17.51 |
| Amounts written off during the | - | - | - | - | - | - |
| Others | - | - | - | - | - | - |
| As at 31 March 2023 | 106,488.56 | 53.24 | - | - | 106,488.56 | 53.24 |

Details of impairment of financial instruments disclosed in the Statement of Profit and Loss:

(₹ in lakh)

| Particulars | For the year ended | |
|--|--------------------|---------------|
| | 31 March 2024 | 31 March 2023 |
| Net impairment loss allowance charge/ (release) for the year | | |
| On loans | 137.69 | 17.52 |
| On others | 33.38 | 4.74 |
| Impairment on financial instruments | 171.07 | 22.26 |



10. Investments

| Particulars | (₹ in lakh) | |
|--|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| A. At fair value through profit or loss | | |
| In mutual funds* | 1,065.58 | 5,420.80 |
| Add: Fair value gains/ (losses) | 71.03 | 36.82 |
| Sub-Total | 1,136.61 | 5,457.62 |
| At fair value through profit or loss (Stock-in-trade) | | |
| In equity shares [#] | 14,155.44 | 15,479.32 |
| Add: Fair value gains/ (losses) | 2,497.26 | 42.51 |
| Sub-Total | 16,652.70 | 15,521.83 |
| Total | 17,789.31 | 20,979.45 |

* Mutual Fund under lien with Indian Clearing Corporation Limited for margin requirement ₹ 877.76 lakh (Previous year ₹5,216.32 lakh)

[#]The investment in equity shares amounting to INR 16,482.88 lakh (Previous year INR 14,498.98 lakh) are pledged with ICCL for margin requirement.

| Out of above | (₹ in lakh) | |
|--|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| In India | 17,789.31 | 20,979.45 |
| Outside India | - | - |
| Total | 17,789.31 | 20,979.45 |
| B. At amortised cost | - | - |
| C. At fair value through other comprehensive income | - | - |
| Total (A+B+C) | 17,789.31 | 20,979.45 |



11. Other financial assets

| Particulars | ₹ in lakh | |
|--|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Security deposits | 544.41 | 479.24 |
| Margin with exchanges* | 43,017.26 | 11,536.16 |
| Other advances | 0.02 | 0.02 |
| Total for Other financial assets (gross) | 43,561.69 | 12,015.42 |
| Less: impairment loss allowances | 21.78 | 0.24 |
| Total Net | 43,539.91 | 12,015.18 |

*It includes Fixed Deposits placed with banks out of client funds with Indian Clearing Corporation Limited ₹ 2,794 lakh (Previous year ₹ 1,536.16 lakh)

Reconciliation of impairment loss allowance on other financial assets

| Particulars | ₹ in lakh | |
|---|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Impairment loss allowance as at beginning of the year (a) | 0.24 | - |
| Net increase/(decrease) during the year (b) | 21.54 | 0.24 |
| Impairment loss allowance at the end of the year (a+b) | 21.78 | 0.24 |

12. Deferred tax assets (net)

Reconciliation of tax expenses and profit before tax multiplied by corporate tax rate

| Particulars | ₹ in lakh | |
|---|-------------------------------------|-------------------------------------|
| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
| Profit before tax | 7,106.91 | 1,108.60 |
| At corporate tax rate of 25.17% (Previous year 25.17%) | 1,788.81 | 279.04 |
| Tax on expenditure not considered for tax provision (net of allowance) | 100.46 | 12.79 |
| Tax on additional deductions | (30.23) | (3.00) |
| Effect of Income which are taxed at different rate | (312.08) | - |
| Adjustment of current tax of earlier year | (27.81) | (1.54) |
| Tax expense (effective tax rate of 21.38%, Previous year 25.91%) | 1,519.15 | 287.29 |
| Availment of MAT credit w.r.t. earlier years | - | - |
| Total tax expense | 1,519.15 | 287.29 |

* The Company opted for reduced corporate tax rate of 25.17% under section 115BAA of the Income Tax Act, 1961.

FY 2023-24

| Particulars | Balance as at 31 March 2023 | Recognised in profit and loss | Recognised in OCI | Balance as at 31 March 2024 |
|--|--------------------------------|----------------------------------|-------------------|--------------------------------|
| (A) Deferred tax asset | | | | |
| Remeasurements of employee benefits | 7.42 | 17.15 | 2.10 | 26.67 |
| Expected credit loss | 34.68 | 68.36 | - | 103.04 |
| Right of use assets and lease liability (net) | 38.00 | 44.17 | - | 82.17 |
| Fair value on instruments designated under FVTPL | 71.64 | (71.65) | - | (0.01) |
| Other temporary difference | 3.82 | (1.99) | - | 1.84 |
| Gross deferred tax assets (a) | 155.56 | 56.05 | 2.10 | 213.71 |
| (b) Deferred tax liabilities | | | | |
| Property, plant and equipment and Intangible assets | (24.61) | 20.41 | - | (4.20) |
| Fair value on instruments designated under FVTPL | - | (323.42) | - | (323.42) |
| Gross deferred tax liabilities (b) | (24.61) | (303.01) | - | (327.62) |
| Deferred tax assets/ (liabilities), net (a-b) | 130.95 | (246.96) | 2.10 | (113.91) |

FY 2022-23

| Particulars | Balance as at 31 March 2022 | Recognised in profit and loss | Recognised in OCI | Balance as at 31 March 2023 |
|--|--------------------------------|----------------------------------|-------------------|--------------------------------|
| (A) Deferred tax asset | | | | |
| Remeasurements of employee benefits | 15.28 | (6.11) | (1.75) | 7.42 |
| Expected credit loss | 14.64 | 20.04 | - | 34.68 |
| Right of use assets and lease liability (net) | 11.68 | 26.32 | - | 38.00 |
| Fair value on instruments designated under FVTPL | - | 71.64 | - | 71.64 |
| Other temporary difference | 71.97 | (68.05) | - | 3.82 |
| Gross deferred tax assets (a) | 113.47 | 43.84 | (1.75) | 155.56 |
| (b) Deferred tax liabilities | | | | |
| Property, plant and equipment and Intangible assets | (18.50) | (6.11) | - | (24.61) |
| Unrealised net gain on fair value changes | (213.44) | 213.44 | - | - |
| Gross deferred tax liabilities (b) | (231.94) | 207.33 | - | (24.61) |
| Deferred tax assets/ (liabilities), net (a+b) | (118.47) | 251.17 | (1.75) | 130.95 |



13 Property, plant and equipment and intangible assets

For the financial year 2023-24

| Particulars | Gross block | | | Depreciation and amortisation | | | Net block | |
|--|-----------------------|-----------------|----------------------------|-------------------------------|-----------------------|----------------------------|-----------------|------------------------|
| | As at 1 April 2023 | Additions | Deductions/ adjustments | As at 31 March 2024 | As at 1 April 2023 | Deductions/ adjustments | For the year | As at 31 March 2024 |
| Property, plant and equipment (a) | | | | | | | | |
| Leasehold improvements | 417.00 | 226.91 | - | 643.91 | 107.30 | - | 119.60 | 417.01 |
| Computers | 987.98 | 474.09 | 15.11 | 1,446.96 | 260.72 | 6.07 | 284.42 | 907.89 |
| Office equipment | 507.91 | 278.93 | - | 786.84 | 139.55 | - | 141.26 | 506.03 |
| Furniture and fixtures | 362.36 | 154.46 | - | 516.82 | 50.42 | - | 59.28 | 407.12 |
| Right-of-use - Premises (b) | 2,841.50 | 1,884.22 | - | 4,725.72 | 536.66 | - | 646.35 | 3,542.71 |
| Vehicles | - | 109.56 | - | 109.56 | - | - | 4.86 | 104.70 |
| Sub-total (i) | 5,116.75 | 3,128.17 | 15.11 | 8,229.81 | 1,094.65 | 6.07 | 1,255.77 | 5,885.46 |
| Intangible assets (c) | | | | | | | | |
| Computer Software | 670.41 | 279.49 | - | 949.90 | 194.25 | - | 207.30 | 548.35 |
| Sub-total (ii) | 670.41 | 279.49 | - | 949.90 | 194.25 | - | 207.30 | 548.35 |
| Total (i+ii) | 5,787.16 | 3,407.66 | 15.11 | 9,179.71 | 1,288.90 | 6.07 | 1,463.07 | 6,433.81 |

For the financial year 2022-23

| Particulars | Gross block | | | Depreciation and amortisation | | | Net block | |
|--|-----------------------|-----------------|----------------------------|-------------------------------|-----------------------|----------------------------|---------------|------------------------|
| | As at 1 April 2022 | Additions | Deductions/ adjustments | As at 31 March 2023 | As at 1 April 2022 | Deductions/ adjustments | For the year | As at 31 March 2023 |
| Property, plant and equipment (a) | | | | | | | | |
| Leasehold improvements | 204.71 | 212.29 | - | 417.00 | 35.00 | - | 72.30 | 309.70 |
| Computers | 335.17 | 652.81 | - | 987.98 | 100.42 | - | 160.30 | 727.26 |
| Office equipment | 210.93 | 296.98 | - | 507.91 | 55.86 | - | 83.69 | 368.36 |
| Furniture and fixtures | 199.04 | 163.32 | - | 362.36 | 20.45 | - | 29.97 | 311.94 |
| Right-of-use - Premises (b) | 936.16 | 1,943.85 | 38.51 | 2,841.50 | 181.57 | 23.71 | 378.80 | 2,304.84 |
| Vehicles | 39.65 | - | 39.65 | - | 3.72 | 8.68 | 4.96 | - |
| Sub-total (i) | 1,925.66 | 3,269.25 | 78.16 | 5,116.75 | 397.02 | 32.39 | 730.02 | 4,022.10 |
| Intangible assets (c) | | | | | | | | |
| Computer Software | 366.44 | 303.97 | - | 670.41 | 99.15 | - | 95.10 | 476.16 |
| Sub-total (ii) | 366.44 | 303.97 | - | 670.41 | 99.15 | - | 95.10 | 476.16 |
| Total (i+ii) | 2,292.10 | 3,573.22 | 78.16 | 5,787.16 | 496.17 | 32.39 | 825.12 | 4,498.26 |

(a) See note no. 3.6

(b) All lease agreements for leased premises are held in the name of the Company.

(c) See note no. 3.7



Depreciation and amortisation policy

Depreciation and amortisation is provided using straight line method over the useful life of assets assuming no residual value at the end of useful life of the asset. Depreciation and amortisation on addition to assets and assets sold during the year is being provided for on a pro rata basis with reference to the month in which such asset is added or sold as the case may be.

Useful lives of assets are determined by the Management by an internal technical assessment, except where such assessment suggests a life significantly different from those prescribed by Schedule II of the Companies Act, 2013 where the useful life is as assessed and certified by a technical expert.

| Nature of assets | Useful life adopted by the Company |
|--|--|
| Computers and data processing units | |
| End user machines | 4 years* |
| Servers and Networks | 6 years |
| Office equipment | 5 years |
| Furniture and fixtures | |
| Chairs and glow sign board | 4 years* |
| All other furniture and fixtures | 10 years |
| Vehicles | 8 years |
| Leasehold improvements | Lease tenure or 5 years, whichever is less |
| Intangible assets including those internally generated | 5 years |

* Evaluated useful lives is different from Schedule II of Companies Act, 2013.

-During the financial year ended 31 March 2024, the Company has changed estimated useful life of chairs and glow sign board from 10 years to 4 years. Had the Company applied the estimates followed in the previous year, the profit before tax for the period would have been higher by ₹ 16.92 Lakh.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.



14. Other non-financial assets

| Particulars | As at | |
|--|---------------|---------------|
| | 31 March 2024 | 31 March 2023 |
| Capital advances | 44.49 | 305.98 |
| Indirect tax credits available for utilisation (net) | - | 81.47 |
| Advances to suppliers and others | 153.54 | 144.46 |
| Other receivables | - | 7.00 |
| Total | 198.03 | 538.91 |

15. Derivative financial instruments

| Particulars | As at | | As at | |
|----------------------------------|------------------|--------------|------------------|---------------|
| | 31 March 2024 | | 31 March 2023 | |
| | Notional Amounts | Fair value | Notional Amounts | Fair value |
| Equity linked derivatives | | | | |
| Futures | 18,498.12 | 44.08 | 17,033.74 | 361.86 |
| Options sold (written) | - | - | 5,716.77 | 39.04 |
| Total | 18,498.12 | 44.08 | 22,750.51 | 400.90 |

16. Payables

| Particulars | As at | |
|---|-------------------|------------------|
| | 31 March 2024 | 31 March 2023 |
| (i) Trade payables | | |
| Total outstanding dues of micro enterprises and small enterprises (MSME) | 30.59 | 9.43 |
| Total outstanding dues of creditors other than micro enterprises and small enterprises* | 100,519.94 | 45,571.42 |
| Total | 100,541.53 | 45,580.85 |
| (ii) Other payables | | |
| Total outstanding dues of micro enterprises and small enterprises (MSME) | - | - |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | 1,127.02 | 718.19 |
| Total | 1,127.02 | 718.19 |

Trade Payables aging as at 31 March 2024

| Particulars | Not due | Unbilled | Outstanding from due date of payment* | | | | | Total |
|-------------|-----------|----------|---------------------------------------|-------------------|-----------|-----------|-------------------|------------|
| | | | Less than 6 months | 6 months - 1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) MSME | - | - | 30.59 | - | - | - | - | 30.59 |
| (ii) Others | 37,602.64 | - | 57,864.50 | 5,017.60 | 10.42 | - | 15.78 | 100,519.94 |

Trade Payables aging as at 31 March 2023

| Particulars | Not due | Unbilled | Outstanding from due date of payment* | | | | | Total |
|-------------|-----------|----------|---------------------------------------|-------------------|-----------|-----------|-------------------|-----------|
| | | | Less than 6 months | 6 months - 1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) MSME | - | - | 9.43 | - | - | - | - | 9.43 |
| (ii) Others | 45,427.64 | - | 96.30 | 19.24 | 12.46 | 15.78 | - | 46,571.42 |

Due date of payment is considered to be the date on which the payment of an invoice falls due i.e. after considering the agreed payment turnaround time and where due date of payment is not specified, same is considered as date of transaction.

Based on and to the extent of information received by the Company from the suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) and relied upon by the auditors, the relevant particulars as at the year-end are furnished below:

| Particulars | As at | |
|---|---------------|---------------|
| | 31 March 2024 | 31 March 2023 |
| Principal amount due to suppliers under MSMED Act, as at the year end (since paid) | 30.59 | - |
| Interest accrued and due to suppliers under MSMED Act, on the above amount as at the year end | - | - |
| Payment made to suppliers (other than interest) beyond the appointed day, during the year | 387.73 | 594.12 |
| Interest paid to suppliers under MSMED Act (other than Section 16) | - | - |
| Interest paid to suppliers under MSMED Act (Section 16) | 5.83 | 0.61 |
| Interest due and payable to suppliers under MSMED Act, for payments already made | - | - |
| Interest accrued and remaining unpaid at the year end to suppliers under MSMED Act | - | - |

17. Debt Securities

| Particulars | As at | |
|--|---------------------|---------------------|
| | 31 March 2024 | 31 March 2023 |
| (A) At amortised cost | | |
| (i) Secured | - | - |
| (ii) Unsecured | | |
| Borrowings by issue of commercial papers | 375,811.69 | 126,047.43 |
| Total (i) + (ii) | 375,811.69 | 126,047.43 |
| (B) Out of above | | |
| In India | 375,811.69 | 126,047.43 |
| Outside India | - | - |
| Total | 375,811.69 | 126,047.43 |
| (C) Terms of repayment of commercial papers | | |
| Particulars | As at 31 March 2024 | As at 31 March 2023 |
| Issued at discount and redeemable at par with original maturity up to 1 year | | |
| - Due within 1 year | 372,000.62 | 124,839.37 |
| Interest accrued | - | - |
| Impact of EIR | 3,811.07 | 1,208.06 |
| Total | 375,811.69 | 126,047.43 |

- Interest rate ranges from 8.31% to 8.85% p.a. as at 31 March 2024
- Face value of commercial paper is INR 380,000 lakh as at 31 March 2024



18. Borrowings (other than debt securities)

| Particulars | ₹ in lakh | |
|--|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| (A) | | |
| In India | | |
| At a mortised cost | | |
| Loan* | 15,500.00 | - |
| Overdraft facility | 7,974.17 | - |
| Total | 23,474.17 | - |
| Outside India | | |
| Total | - | - |
| (B) Out of above | | |
| Secured (Against hypothecation of loans, book debts and other receivables) | 7,974.17 | - |
| Unsecured | 15,500.00 | - |
| Total | 23,474.17 | - |

* Includes payable to related parties 15,500 lakh (Previous year ₹ Nil)

Borrowings from banks and financial institutions have been used for the purpose for which they were availed.

The Company has not been declared a wilful Defaulter by any bank or financial institution (as defined under the Companies Act, 2013) or consortium thereof in accordance with the guidelines on wilful defaulters issued by the RBI.

19. Other financial liabilities

| Particulars | ₹ in lakh | |
|------------------|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Lease Liability* | 3,869.20 | 2,455.84 |
| Others | 287.95 | 232.55 |
| Total | 4,157.15 | 2,688.39 |

* Disclosures as required by Ind AS 116 - 'Leases' are stated below

* Disclosures as required by Ind AS 116 - 'Leases' are stated below

-The Company has taken various office premises under lease. The non-cancellable operating lease agreements are ranging for a period 12 to 108 months. Lease liabilities are recognised at bank ed rates ranging from 7.35% to 9.00%

(A) Lease liability movement

| Particulars | ₹ in lakh | |
|---------------------------------------|-----------------|-----------------|
| | FY 23-24 | FY 22-23 |
| Opening Balance | 2,455.84 | 801.00 |
| Add : Addition during the year | 1,884.22 | 1,943.85 |
| Interest on Lease liability | 295.47 | 158.36 |
| Less : Deletion during the year | - | 17.72 |
| Lease rental payments | 766.33 | 429.65 |
| Balance at the end of the year | 3,869.20 | 2,455.84 |

(B) Future Lease Cash Outflow for all leased assets

| Particulars | ₹ in lakh | |
|--|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| -Not later than one year | 877.27 | 521.90 |
| -Later than one year but not Later than three years | 1,683.41 | 1,126.30 |
| -Later than three year but not Later than five years | 1,112.30 | 648.70 |
| -Later than five years | 1,354.89 | 842.69 |
| Total | 5,027.87 | 3,139.59 |

(C) Maturity analysis of carrying value of lease liability

| Particulars | ₹ in lakh | |
|------------------|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Within 12 months | 582.20 | 347.48 |
| After 12 months | 3,287.00 | 2,108.36 |

(D) Amount recognised in statement of profit and loss

| Particulars | ₹ in lakh | |
|---|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Interest on lease liabilities | 295.47 | 158.36 |
| Depreciation charge for the year | 646.35 | 378.80 |
| Expense related to short term leases | - | - |
| (Gain)/loss on pre-mature lease closure | - | 2.93 |
| Total | 941.82 | 540.09 |

20. Provisions

| Particulars | ₹ in lakh | |
|---------------------------------|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Provision for employee benefits | | |
| -Gratuity | 76.47 | 22.77 |
| -Leave encashment & avolment | 26.29 | 11.70 |
| Total | 102.76 | 34.47 |

21. Other non-financial liabilities

| Particulars | ₹ in lakh | |
|----------------------------|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Statutory dues | 447.90 | 171.78 |
| Income received in advance | 0.67 | 2.78 |
| Others | - | - |
| Total | 448.57 | 174.56 |



22. Equity share capital

(₹ in lakh)

| Particulars | As at | As at |
|---|------------------|------------------|
| | 31 March 2024 | 31 March 2023 |
| Authorised | | |
| 1,100,000,000 (700,000,000) equity shares of ₹10 each | 110,000.00 | 70,000.00 |
| Issued | | |
| 802,879,927 (631,647,052) equity shares of ₹10 each | 80,287.99 | 63,164.71 |
| Subscribed and paid up | | |
| 802,879,927 (631,647,052) equity shares of ₹10 each fully called up and paid up | 80,287.99 | 63,164.71 |
| | 80,287.99 | 63,164.71 |

a. Reconciliation of the shares outstanding at the beginning and at the end of the year

Nos. (₹ in lakh)

Equity share capital issued, subscribed and fully paid up

| | | |
|-----------------------------|--------------------|------------------|
| As at 1 April 2023 | 631,647,052 | 63,164.71 |
| Add: Issued during the year | - | - |
| As at 31 March 2023 | 631,647,052 | 63,164.71 |
| Add: Issued during the year | 171,232,875 | 17,123.28 |
| As at 31 March 2024 | 802,879,927 | 80,287.99 |

b. Terms/rights/restrictions attached to equity shares

(i) The Company has only one class of equity shares having a par value of ₹10 per share. Each holder of equity shares is entitled to one vote per share.

(ii) In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amount. The distribution will be in proportion to the number of equity shares held by the shareholders.

c. Shares held by Holding Company (Face value ₹10 per share)

| Particulars | As at 31 March 2024 | | As at 31 March 2023 | |
|---------------------|---------------------|-------------|---------------------|-------------|
| | Nos. | (₹ in lakh) | Nos. | (₹ in lakh) |
| Bajaj Finance Ltd.* | 802,879,927 | 80,287.99 | 631,647,052 | 63,164.71 |

* A subsidiary of Bajaj Finserv Ltd.

d. Details of shareholders holding more than 5% shares in the Company (Face value ₹10 per share)

| Particulars | As at 31 March 2024 | | As at 31 March 2023 | |
|---------------------|---------------------|-----------|---------------------|-----------|
| | Nos. | % Holding | Nos. | % Holding |
| Bajaj Finance Ltd.* | 802,879,927 | 100% | 631,647,052 | 100% |

* A subsidiary of Bajaj Finserv Ltd.



e. Shareholding Pattern of Promoters

| Promoter Name | As at 31 March 2024 | | As at 31 March 2023 | | % Changes during the year |
|----------------------|------------------------|-----------|------------------------|-----------|------------------------------|
| | Nos. | % Holding | Nos. | % Holding | |
| Bajaj Finance Ltd. * | 602,679,927 | 100% | 631,647,052 | 100% | 0.00% |

| Promoter Name | As at 31 March 2023 | | As at 31 March 2022 | | % Changes during the year |
|----------------------|------------------------|-----------|------------------------|-----------|------------------------------|
| | Nos. | % Holding | Nos. | % Holding | |
| Bajaj Finance Ltd. * | 631,647,052 | 100% | 114,000,000 | 100% | 0.00% |

* A subsidiary of Bajaj Finserv Ltd.

23. Other equity

i. Securities premium

| Particulars | (₹ in lakh) | |
|---|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Balance at the beginning of the year | 3,233.29 | 3,233.29 |
| Add: Received during the year | | |
| - On allotment of shares | 2,876.72 | - |
| Less: Share issue expenses as per section 52 of the Companies Act, 2013 | 1.00 | - |
| Balance at the end of the year | 6,109.01 | 3,233.29 |

ii. Retained earnings

| Particulars | (₹ in lakh) | |
|---------------------------------------|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Balance at the beginning of the year | 3,970.17 | 3,148.86 |
| Profit for the year | 5,587.76 | 821.31 |
| Balance at the end of the year | 9,557.93 | 3,970.17 |

iii. Other comprehensive income

| Particulars | (₹ in lakh) | |
|---|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Balance at the beginning of the year | (7.43) | (12.66) |
| Item of other comprehensive income recognised directly in retained earnings | | |
| -On defined benefit plan | (6.26) | 5.23 |
| Balance at the end of the year | (13.69) | (7.43) |

iii. Capital Contribution from Holding-ESOPs

| Particulars | (₹ in lakh) | |
|--|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Balance as at the beginning of the year | | |
| Add: fair value of stock options issued by holding company | 64.29 | 50.36 |
| Less: Payment to holding company towards employee stock option plan (Refer Note no 31) | (64.29) | (50.36) |
| Balance as at the end of the year | - | - |
| Total other equity | 15,653.25 | 7,196.03 |

| Particulars | Nature and purpose | (₹ in lakh) | |
|------------------------|--|------------------------|------------------------|
| | | As at 31 March 2024 | As at 31 March 2023 |
| (i) Securities premium | Securities premium is used to record the premium on issue of shares. It can be utilised only for limited purposes in accordance with the provisions of the Companies Act, 2013. | 6,109.01 | 3,233.29 |
| (ii) Retained earnings | Retained earnings represents the surplus in profit and loss account and appropriations. The Company recognises change on account of remeasurement of the net defined benefit liability (asset) as part of retained earnings with separate disclosure, which comprises of (a) actuarial gains and losses; (b) return on plan assets, excluding amounts included in net interest on the net defined benefit liability (asset); (c) any change in the effect of the asset celling, excluding amounts included in net interest on the net defined benefit liability (asset). | 9,557.93 | 3,970.17 |



24. Employee stock option plan

The Nomination and Remuneration Committee of the holding Company has approved the following grants to select senior level executives of the Company in accordance with the Stock Option Scheme. Details of grants are given as under:

As on 31 March 2024

| Grant date | Exercise price (₹) | Options granted | Options vested and exercisable | Options unvested | Options exercised | Options cancelled | Options outstanding |
|--------------|--------------------|------------------|--------------------------------|------------------|-------------------|-------------------|---------------------|
| 26-Apr-23 | 6,075.25 | 5,843.00 | - | 5,843.00 | - | - | 5,843.00 |
| 26-Apr-22 | 7,005.50 | 2,672.00 | 182.00 | 544.00 | - | 1,946.00 | 726.00 |
| 27-Apr-21 | 4,736.55 | 2,195.00 | - | - | 548.00 | 1,647.00 | - |
| Total | | 10,710.00 | 182.00 | 6,387.00 | 548.00 | 3,593.00 | 6,569.00 |

As on 31 March 2023

| Grant date | Exercise price (₹) | Options granted | Options vested and exercisable | Options unvested | Options exercised | Options cancelled | Options outstanding |
|------------|--------------------|-----------------|--------------------------------|------------------|-------------------|-------------------|---------------------|
| 26-Apr-22 | 7,005.50 | 2,672 | - | 2,672 | - | - | 2,672 |
| 27-Apr-21 | 4,736.55 | 2,195 | 196 | 1,647 | 352 | - | 1,843 |

Weighted average fair value of stock options granted during the year is as follows:

(₹ in lakh)

| Particulars | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---------------------------------|----------------------------------|----------------------------------|
| Grant date | 26-Apr-23 | 26-Apr-22 |
| No. of options granted | 5,843.00 | 2,672.00 |
| Weighted average fair value (₹) | 2,756.10 | 3,175.02 |

Following table depicts range of exercise prices and weighted average remaining contractual life:

As on 31 March 2024

| Total for all grants | No. of options | Range of exercise prices (₹) | Weighted average exercise price (₹) | Weighted average remaining contractual life (years) |
|--|----------------|------------------------------|-------------------------------------|---|
| Outstanding at the beginning of the year | 4,515 | 4,736.55 - 7,005.50 | 6,079.33 | 6.29 |
| Granted during the year | 5,843 | 6,075.25 | 6,075.25 | - |
| Cancelled during the year | 3,593 | 4,736.55 - 7,005.50 | 5,985.43 | - |
| Exercised during the year | 196 | 4,736.55 | 4,736.55 | - |
| Outstanding at the end of the year | 6,569 | 6,075.25 - 7,005.50 | 6,178.06 | 6.46 |
| Exercisable at the end of the year | 182 | 7,005.50 | 7,005.50 | 4.07 |

As on 31 March 2023

| Total for all grants | No. of options | Range of exercise prices (₹) | Weighted average exercise price (₹) | Weighted average remaining contractual life (years) |
|--|----------------|------------------------------|-------------------------------------|---|
| Outstanding at the beginning of the year | 2,195 | 4,736.55 | 4,736.55 | 6.58 |
| Granted during the year | 2,672 | 7,005.50 | 7,005.50 | - |
| Cancelled during the year | - | - | - | - |
| Exercised during the year | 352 | 4,736.55 | 4,736.55 | - |
| Outstanding at the end of the year | 4,515 | 4,736.55 - 7,005.50 | 5,935.64 | 6.29 |
| Exercisable at the end of the year | 196 | 4,736.55 | 4,736.55 | 4.08 |



| | | (₹ in lakh) | |
|---|--|-------------------------------------|-------------------------------------|
| | | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
| 25. Interest income | | | |
| Particulars | | | |
| At Amortised Cost* | | | |
| Interest on Loans and Delayed payment | | 25,900.66 | 10,538.96 |
| Interest on deposits with bank | | 5,939.45 | 2,667.35 |
| Total | | 31,840.11 | 13,206.31 |
| *As per effective interest rate (EIR). | | | |
| 26. Brokerage and Fee Income | | | |
| Particulars | | | (₹ in lakh) |
| | | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
| Brokerage Income | | 10,247.39 | 5,057.92 |
| Fees Income | | 2,286.09 | 1,444.51 |
| Total | | 12,533.48 | 6,502.43 |
| 27. Net gain on fair value changes | | | |
| Particulars | | | (₹ in lakh) |
| | | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
| Net gain / (loss) on financial instruments at fair value through profit or loss | | | |
| Realised gain/(loss) on debt instruments at FVTPL | | 310.13 | 1,663.60 |
| Unrealised gain/(loss) on debt instruments at FVTPL | | 34.21 | (811.14) |
| Realised gain/(loss) on equity investments at FVTPL | | 2,957.21 | 21.23 |
| Unrealised gain/(loss) on equity investments at FVTPL | | 2,454.75 | 42.51 |
| Realised Derivative gain / (loss) financial instruments at FVTPL | | (2,452.08) | 890.20 |
| Unrealised Derivative gain / (loss) financial instruments at FVTPL | | 320.50 | (363.99) |
| Total net gain/(loss) on fair value changes | | 3,624.72 | 1,442.41 |
| 28. Finance costs | | | |
| Particulars | | | (₹ in lakh) |
| On financial liabilities measured at amortised cost: | | | |
| On debt securities | | 17,703.60 | 5,846.58 |
| On borrowings other than debt securities | | 2,599.58 | 851.63 |
| On lease liability | | 295.47 | 158.36 |
| On others | | 6.97 | 3.42 |
| Total | | 20,605.62 | 6,859.99 |
| 29. Fees and commission expense | | | |
| Particulars | | | (₹ in lakh) |
| | | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
| DSA expenses | | 1,843.05 | 795.62 |
| Sourcing fess | | 198.80 | 1,226.48 |
| Total | | 2,041.85 | 2,022.10 |
| 30. Impairment on financial instruments | | | |
| Particulars | | | (₹ in lakh) |
| At amortised cost | | | |
| On loans | | 137.69 | 17.52 |
| On others | | 33.38 | 4.74 |
| Total | | 171.07 | 22.26 |



31. Employee benefits expenses

| Particulars | (₹ in lakh) | |
|--|-------------------------------------|-------------------------------------|
| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
| Employees emoluments | 7,441.88 | 4,693.83 |
| Contribution to provident fund and other funds | 314.79 | 198.66 |
| Gratuity expense | 69.21 | 27.13 |
| Share based payment to employees* | 64.29 | 50.36 |
| Staff welfare expenses | 189.52 | 89.82 |
| Total | 8,079.69 | 5,059.80 |

* The Holding Company operates Employee Stock Option Scheme through a trust formed for the purpose and had issued ESOPs to the employees of the Company. The cost of transactions is determined by the fair value at the date when the grant is made using an appropriate valuation model. The cost is recognised in employee benefits expenses at fair value of recharge liability over the period in which the service conditions are fulfilled and settled in cash.

32. Other expenses

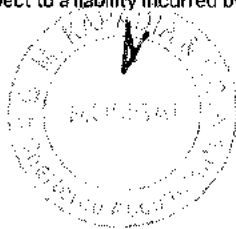
| Particulars | (₹ in lakh) | |
|--|-------------------------------------|-------------------------------------|
| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
| Insurance | 0.44 | 0.92 |
| Rent, taxes and energy cost | 210.13 | 117.35 |
| Employee training, recruitment and management cost | 127.77 | 56.05 |
| Communication expenses | 1,302.95 | 506.98 |
| Customer verification | 202.34 | 199.48 |
| Travelling expenses | 138.10 | 82.88 |
| Information technology expenses | 2,396.19 | 1,711.10 |
| Bank charges | - | 11.22 |
| Net loss on disposal of property, plant and equipment | 0.60 | - |
| Auditor's fees and expenses* | 3.25 | 2.77 |
| Advertisement, branding and promotion | 918.67 | 623.53 |
| Depository charges and other trading expenses | 808.00 | 303.37 |
| Turnover fees and stamp duty | 27.17 | 10.98 |
| Transaction charges | 1,554.22 | 938.04 |
| Repairs and maintenance | 515.04 | 307.36 |
| Printing and stationery | 53.40 | 45.37 |
| Legal and professional charges | 61.27 | 48.89 |
| Expenditure towards Corporate Social Responsibility activities | 27.00 | 18.00 |
| Miscellaneous expenses | 792.13 | 510.34 |
| Total | 9,138.67 | 5,494.63 |

Payment to auditor (net of service tax / GST credit availed)

| Particulars | (₹ in lakh) | |
|---------------------------|-------------------------------------|-------------------------------------|
| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
| Audit fee | 1.09 | 1.09 |
| Tax audit fee | 0.27 | 0.27 |
| Limited review fees | 0.33 | 0.33 |
| In other capacity: | | |
| Certification and others | 0.56 | 0.11 |
| Reimbursement of expenses | 1.00 | 0.97 |
| Total | 3.25 | 2.77 |

Corporate Social Responsibility expenditure

| Particulars | (₹ in lakh) | |
|--|-------------------------------------|-------------------------------------|
| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
| (a) Gross amount required to be spent by the Company during the year | 23.94 | 18.00 |
| (b) Amount spent in cash during the year on: | | |
| (i) Construction/acquisition of any asset | - | - |
| (ii) On purpose other than (i) above | 27.00 | 18.00 |
| (c) Excess / (Shortfall) at the end of the year | - | - |
| (d) Total of previous years shortfall | Nil | Nil |
| (e) Reason for shortfall | NA | NA |
| (f) Nature of CSR activities (activities as per Schedule VII) | Activities mentioned in i | Activities mentioned in i |
| (g) Details of related party transactions | Refer note 41 | Refer note 41 |
| (h) Where a provision is made with respect to a liability incurred by entering into a contractual obligation | - | - |



33. Earnings per share (EPS)

| Particulars | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|-------------------------------------|-------------------------------------|
| (A) Net profit attributable to equity shareholders (₹ in lakh) | 5,587.76 | 821.31 |
| (B) Weighted average number of equity shares for basic earnings per share (B) | 658,387,528 | 631,647,052 |
| Earning per share (basic and diluted) (₹) (A/B) | 0.85 | 0.13 |

34. Transfer of financial assets that are derecognised in their entirety where the Company has continuing involvement

The Company has not transferred any assets that are derecognised in their entirety where the Company continues to have continuing involvement.

35. Revenue from contract with customers

| Particulars | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|---|-------------------------------------|-------------------------------------|
| (₹ in lakh) | | |
| <u>Type of services</u> | | |
| Brokerage Income | 10,247.39 | 5,057.92 |
| Fees on value added services and products | 2,286.09 | 1,444.51 |
| Total | 12,533.48 | 6,502.43 |
| <u>Geographical markets</u> | | |
| India | 12,533.48 | 6,502.43 |
| Outside India | - | - |
| Total | 12,533.48 | 6,502.43 |
| <u>Timing of revenue recognition</u> | | |
| Services transferred at a point in time | 12,533.48 | 6,502.43 |
| Services transferred over time | - | - |
| Total | 12,533.48 | 6,502.43 |

Accounts receivable are recognised when the right to consideration becomes unconditional.

36. Employee benefit plans

(i) Defined benefit plans

A) Gratuity

The Company has a gratuity plan for its employee's which is governed by the Payment of Gratuity Act, 1972. The gratuity benefit payable to the employees of the Company is greater of the provisions of the Payment of Gratuity Act, 1972 and the Company's gratuity scheme. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The level of benefits provided depends on the employee's length of service, managerial grade and salary at retirement age. The gratuity plan is a funded plan and the Company makes contributions to approved gratuity fund.

| S. No | Type of Risk | Description of risk |
|-------|--------------------------|--|
| (i) | Changes in discount rate | The present value of defined benefit plan liabilities is calculated using a discount rate which is determined by reference to government bonds' yields at the end of the reporting period. A decrease/(increase) in discount rate will increase/(decrease) present values of plan liabilities and plan investment asset. |
| (ii) | Salary escalation risk | The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants calculated by applying estimated salary escalation rate. Any deviation in actual salary escalation can have impact on plan liability. |
| (iii) | Attrition rate risk | If the actual employee withdrawal rate in the future turns out to be more or less than expected then it may result in increase/decrease in the liability. |
| (iv) | Mortality rate risk | The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase/decrease in the life expectancy of the plan participants can have impact on plan liability. |



(i) Movement in defined benefit obligations

| Particulars | ₹ in lakh | |
|--|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Defined benefit obligation as at the opening of the year | 86.70 | 47.60 |
| Current service cost | 69.21 | 27.13 |
| Past service cost | - | - |
| Interest on defined benefit obligation | 6.22 | 3.26 |
| Remeasurement gain/ (loss) | | |
| Actuarial loss / (gain) arising from change in financial assumptions | 4.91 | (4.21) |
| Actuarial loss / (gain) arising from change in demographic assumptions | - | - |
| Actuarial loss / (gain) arising on account of experience changes | 6.89 | (2.18) |
| Benefits paid | (5.63) | - |
| Liabilities assumed / (settled)* | 27.67 | 15.10 |
| Liabilities extinguished on settlements | - | - |
| Defined benefit obligation as at the end of the year | 195.97 | 86.70 |

*On account of inter group transfer

(ii) Movement in plan assets

| Particulars | ₹ in lakh | |
|---|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Fair value of plan asset as at the beginning of the year | 63.93 | - |
| Employer contributions | 25.00 | 48.24 |
| Interest on plan assets | 5.08 | - |
| Administration expenses | - | - |
| Remeasurements due to: | | |
| Actual return on plan assets less interest on plan assets | 3.45 | 0.59 |
| Benefits paid | (5.63) | - |
| Assets acquired / (settled) | 27.67 | 15.10 |
| Assets distributed on settlements | - | - |
| Fair value of plan asset as at the end of the year | 119.50 | 63.93 |

(iii) Reconciliation of net liability/ asset

| Particulars | ₹ in lakh | |
|---|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Net defined benefit liability/ (asset) as at the beginning of the year | 22.77 | 47.60 |
| Expense charged to statement of profit and loss | 70.35 | 30.39 |
| Amount recognised in other comprehensive income | 8.35 | (6.98) |
| Employers contribution | (25.00) | (48.24) |
| Impact of liability assumed or (settled) | - | - |
| Net defined benefit liability/ (asset) as at the end of the year | 76.47 | 22.77 |

(iv) Expenses charged to the statement of profit and loss

| Particulars | ₹ in lakh | |
|----------------------|--|--|
| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
| Current service cost | 69.21 | 27.13 |
| Interest cost | 1.14 | 3.26 |
| Total | 70.35 | 30.39 |

(vi) Remeasurement gains/ (losses) in other comprehensive income

| Particulars | ₹ in lakh | |
|---|--|--|
| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
| Opening amount recognised in other comprehensive income | 9.93 | 16.91 |
| Changes in financial assumptions | 4.91 | (4.21) |
| Changes in demographic assumptions | - | - |
| Experience adjustments | 6.89 | (2.18) |
| Actual return on plan assets less interest on plan assets | (3.44) | (0.59) |
| Adjustment to recognize the effect of asset ceiling | - | - |
| Closing amount recognized outside profit or loss in other comprehensive income | 18.29 | 9.93 |



(vii) Amount recognised in balance sheet

| Particulars | (₹ in lakh) | |
|--|-------------------------------------|-------------------------------------|
| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
| Present value of funded defined benefit obligation | 195.98 | 86.70 |
| Fair value of plan assets | 119.51 | 63.94 |
| Net funded obligation | 76.47 | 22.76 |
| Present value of unfunded defined benefit obligation | - | - |
| Amount not recognised due to asset limit | - | - |
| Net defined benefit liability recognised in balance sheet | 76.47 | 22.76 |
| Current | - | - |
| Non-current | 76.47 | 22.76 |

(viii) Key actuarial assumptions

| Particulars | (₹ in lakh) | |
|-------------------------------|-------------------------------------|-------------------------------------|
| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
| Discount rate | 7.20% | 7.45% |
| Salary escalation rate (p.a.) | 11.00% | 11.00% |

(ix) A quantitative sensitivity analysis for significant assumptions as at 31 March 2023 is as shown below:

| Particulars | As at 31 March 2024 | | As at 31 March 2023 | |
|--|------------------------|--------|------------------------|--------|
| | Salary Escalation | | Salary Escalation | |
| | Discount rate | Rate | Discount rate | Rate |
| Impact of increase in 50 bps on defined benefit obligation | (9.63) | 10.00 | (3.92) | 4.05 |
| Impact of decrease in 50 bps on defined benefit obligation | 10.41 | (9.35) | 4.21 | (3.81) |

(x) Projected plan cash flow

| Particulars | (₹ in lakh) | |
|---|-------------------------------------|-------------------------------------|
| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
| Maturity Profile | | |
| Expected benefits for year 1 | 5.25 | 6.42 |
| Expected benefits for year 2 | 6.76 | 2.85 |
| Expected benefits for year 3 | 10.24 | 4.26 |
| Expected benefits for year 4 | 18.34 | 6.30 |
| Expected benefits for year 5 | 21.74 | 9.81 |
| Expected benefits for year 6 | 22.06 | 9.27 |
| Expected benefits for year 7 | 20.61 | 9.58 |
| Expected benefits for year 8 | 21.64 | 9.04 |
| Expected benefits for year 9 | 19.17 | 9.40 |
| Expected benefits for year 10 and above | 1,729.87 | 132.88 |

| Particulars | (₹ in lakh) | |
|--|-------------------------------------|-------------------------------------|
| | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
| Expected contribution to fund in next financial year | - | - |

(i) Defined contribution plans

| Particulars | (₹ in lakh) | |
|---------------------|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Provident fund | 37.67 | 26.83 |
| Pension scheme | 9.69 | 7.46 |
| Superannuation fund | - | - |

37. Capital and other commitments

| Particulars | (₹ in lakh) | |
|--|------------------------|------------------------|
| | As at 31 March 2024 | As at 31 March 2023 |
| Capital commitments [Estimated amount of contracts remaining to be executed on capital account not provided for (net of advances)] | | |
| Tangible | 195.48 | 160.78 |
| Intangible | 106.67 | 715.05 |
| | 302.15 | 875.83 |



38. Unhedged foreign currency exposure

| In INR crores | Unhedged | | Hedged through forward or | | Natural Hedge | |
|------------------------|------------|------------|---------------------------|------------|---------------|------------|
| | </=1 year | >1 year | </=1 year | >1 year | </=1 year | >1 year |
| FCY Receivables | | | | | | |
| Exports | NA* | NA* | NA* | NA* | NA* | NA* |
| Loans to JV/WOS | NA* | NA* | NA* | NA* | NA* | NA* |
| Others | NA* | NA* | NA* | NA* | NA* | NA* |
| FCY Payables | | | | | | |
| Imports | NA* | NA* | NA* | NA* | NA* | NA* |
| Trade Credits | NA* | NA* | NA* | NA* | NA* | NA* |
| ECBs | NA* | NA* | NA* | NA* | NA* | NA* |
| Other FCY loans | NA* | NA* | NA* | NA* | NA* | NA* |
| INR to USD swaps | NA* | NA* | NA* | NA* | NA* | NA* |
| Total | NA* | NA* | NA* | NA* | NA* | NA* |

*Not Applicable

Our audited EBITD i.e. Profit after tax + Depreciation + Interest on debt + Lease rentals for the year ended March 31, 2024 is ₹ 27,483.41 lakh (Previous year ₹8,405.45 lakh)

All the data above is in conformity with the extant RBI guidelines regarding UFCE.

39. Segment Reporting

The Company is engaged primarily in the business of stock broking activity and there are no separate reportable segments as per Ind AS 108 dealing with Operating Segment. The company operates in a single geographical segment i.e. domestic.

40. (a) Changes in capital and asset structure arising from Financing Activities and Investing Activities (Ind AS 7 - Statement of Cash flows)

The Company does not have any financing activities and investing activities which affect the capital and asset structure of the Company without the use of cash and cash equivalents.

(b) Changes in liability arising from Financing Activities (Ind AS 7 - Statement of Cash flows)

| Particulars | (₹ in lakh) | | | | |
|--------------------------------------|-----------------------|-------------------|-------------------------|-----------------|------------------------|
| | As at 1 April 2023 | Cash flows | Change in fair value | Other | As at 31 March 2024 |
| Debt Securities | 126,047.43 | 247,161.25 | - | 2,603.01 | 375,811.69 |
| Borrowing other than Debt Securities | - | 23,461.52 | - | 12.65 | 23,474.17 |
| Total | 126,047.43 | 270,622.77 | - | 2,615.66 | 399,285.86 |

| Particulars | (₹ in lakh) | | | | |
|--------------------------------------|-----------------------|------------------|-------------------------|---------------|------------------------|
| | As at 1 April 2022 | Cash flows | Change in fair value | Other | As at 31 March 2023 |
| Debt Securities | 69,933.61 | 55,329.36 | - | 784.46 | 126,047.43 |
| Borrowing other than Debt Securities | 5,001.33 | (5,000.63) | - | (0.70) | - |
| Total | 74,934.94 | 60,328.73 | - | 783.76 | 126,047.43 |



41. Disclosure of transactions with related parties as required by Ind AS 24 'Related Party Disclosures'

| Name of the related party and nature of relationship | Nature of Transaction | For the year ended 31 March 2024 | | For the year ended 31 March 2023 | |
|---|--|----------------------------------|--|----------------------------------|--|
| | | Transaction Value | Outstanding amounts carried in Balance Sheet | Transaction Value | Outstanding amounts carried in Balance Sheet |
| (₹ in lakh) | | | | | |
| (A) Holding company and fellow subsidiary: | | | | | |
| Bajaj Finserv Limited (Ultimate holding company) | Business Support Charges Paid | 16.78 | - | 4.93 | - |
| Bajaj Housing Finance Limited (Fellow subsidiary) | Nil | - | - | - | - |
| Bajaj Finance Limited (Holding company) | Contribution to equity (802,879,327 shares (Previous Year 631,647,052 shares) of ₹ 10 each) | 20,000.00 | (86,400.00) | - | (66,400.00) |
| | Short term loan availed (against limit of ₹100.000 Lakh) | 1,431,000.00 | (15,500.00) | 747,800.00 | - |
| | Short term loan repaid | 1,415,500.00 | - | 752,800.00 | - |
| | Margin money received | 1,050.00 | - | 1,000.00 | - |
| | Margin money paid | 500.00 | - | 1,000.00 | - |
| | Asset purchased | 35.67 | - | 0.51 | - |
| | Interest paid on short term loan | 1,733.07 | - | 522.74 | - |
| | Brokerage and other transaction charges received | 611.03 | - | 351.07 | - |
| | Demat Charges received | 108.57 | 12.98 | 73.16 | 17.76 |
| | Commission received | 1.89 | - | 21.63 | - |
| | Commission Paid | 39.03 | (25.29) | - | - |
| | ESOP expenses | 64.29 | - | 50.36 | - |
| | Business support charges paid | 12.00 | - | 12.36 | - |
| | Business support charges recovered | 114.71 | - | 87.22 | - |
| Bajaj Allianz General Insurance Company Ltd. (Fellow subsidiary) | Insurance expenses | 106.38 | 113.29 | 22.33 | - |
| Bajaj Allianz Life Insurance Company Ltd. (Fellow subsidiary) | Insurance expenses | 43.24 | - | 34.37 | - |
| Bajaj Allianz Staffing Solutions Limited | Manpower Services | 8.92 | - | - | - |
| (B) Post employment benefit plans | | | | | |
| Bajaj Auto Employees Group Gratuity Fund | Gratuity Contribution | 17.00 | - | 27.00 | - |
| | Premium paid for life cover of employees | 1.66 | - | - | - |
| Bajaj Auto Senior Staff Group Gratuity Fund | Gratuity Contribution | 8.00 | - | 23.00 | - |
| (C) Key Management Personnel & their Relatives: | | | | | |
| Mrinalini Jain (Relative of Rajeev Jain) | Stipend | 0.10 | - | - | - |
| (D) Key Managerial Person of Holding Company | | | | | |
| Sanjivnayan Bajaj (Director of Holding Company) | | - | - | - | - |
| Rajivnayan Bajaj (Director of Holding Company) | | - | - | - | - |
| Madhur Bajaj (Director of Holding Company) | | - | - | - | - |
| (E) Relatives of Key Management personnel/ person having significant influence | | | | | |
| Shekhar Bajaj Relative of Madhur Bajaj (Brother) | | - | - | - | - |
| Niraj Bajaj Relative of Madhur Bajaj (Brother) | | - | - | - | - |



- During the FY 2023-24 ended , Bajaj Financial Securities Limited has levied brokerage , interest on margin trade funding and other related charges to related parties for purchase and sale of securities (from 81 no. of such parties including Individual, HUF, Trust & Company) amounting to ₹ 236.82 lakh. Total amount receivable from 24 no of such parties including margin trade loan is ₹ 26.70 lakh and payable to 40 no of such parties is ₹ 9.02 lakh.
- Company has a committed line of credit from BFL of Rs. ₹100,000 lakh.
- Name of the related party and nature of the related party relationship where control exists have been disclosed irrespective of whether or not there have been transactions between the related parties. In other cases, disclosure has been made only when there have been transactions with those parties.
- The above disclosures have been made for related parties identified as such only to be in conformity with the Indian Accounting Standard (Ind AS) 24.
- Transaction values (TV) are excluding taxes and duties except closing balances.
- Amount in bracket denotes credit balance.
- During FY 2023-24 the Company has undertaken sale of securities on behalf of the holding company's customer for recovery of loan, as at 31st March 2024 ₹ 3,812.04 lakh (net of brokerage, margin money and other charges) is payable to Bajaj Finance Limited towards such sale transaction on behalf of loan against securities customers of Bajaj Finance Limited.
- During FY 2023-24, Bajaj Finance Ltd. had given ₹ 550 lakh to Bajaj Financial Securities Ltd. for margin requirements. This amount has been invested in exchange traded fund by Bajaj Financial Securities Ltd. in the name of Bajaj Finance Ltd.
- Related parties have been identified based on representations made by key managerial personnel and information available with the Company.
- Related parties as defined under clause 9 of the Indian Accounting Standard - 24 'Related Party Disclosures' have been identified based on representations made by key managerial personnel and information available with the Company. All above transactions are in the ordinary course of business and on arms' length basis. All outstanding balances are to be settled in cash.



42. Capital

The Company's objective for capital management is to maximise shareholder value, safeguard business continuity and support the growth of the Company. The Company determines the capital requirement based on annual operating plans and long-term and other strategic investment plans. The funding requirements are met through equity, operating cash flows generated and short term debt. The Company is not subject to any externally imposed capital requirements.

(i) Capital management

Objective

The Company's objective is to maintain appropriate levels of capital to support its business strategy taking into account the regulatory, economic and commercial environment. The Company aims to maintain a strong capital base to support the risks inherent to its business and growth strategies.

Planning

The Company's assessment of capital requirement is aligned to its planned growth which forms part of an annual operating plan which is approved by the Board and also a long range strategy. These growth plans are aligned to assessment of risks- which include credit, liquidity and interest rate.

43. Events after reporting date

There have been no material events after the reporting date that require adjustment/ disclosure in these financial statements.

44. Fair values

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price), regardless of whether that price is directly observable or estimated using a valuation technique.

In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques. This note describes the fair value measurement of both financial and non-financial instruments.

Valuation framework

The Company has an internal fair value assessment team which assesses the fair values for assets qualifying for fair valuation.

The Company's valuation framework includes:

- Benchmarking prices against observable market prices or other independent sources

These valuation models are subject to a process of due diligence and validation before they become operational and are continuously calibrated. These models are subject to approvals by various functions including risk, treasury and finance functions. Finance function is responsible for establishing procedures, governing valuation and ensuring fair values are in compliance with accounting standards.

Valuation methodologies adopted

Fair values of investments held for trading under FVTPL have been determined under level 1 (refer note 42) using quoted market prices of the underlying instruments:

The Company has determined that the carrying values of bank balances, trade receivables, short term loans trade payables, short term debts, borrowings, bank overdrafts and other current liabilities are a reasonable approximation of their fair value and hence their carrying value are deemed to be fair value.

45. Fair value hierarchy

The Company determines fair values of its financial instruments according to the following hierarchy:

Level 1 - valuation based on quoted market price. - financial instruments with quoted prices for identical instruments in active markets that the Company can access at the measurement date.

Level 2 - valuation using observable inputs: - financial instruments with quoted prices for similar instruments in active markets or quoted prices for identical or similar instruments in inactive markets and financial instruments valued using models where all significant inputs are observable.

Level 3 - valuation technique with significant unobservable inputs: - financial instruments valued using valuation techniques where one or more significant inputs are unobservable.

Quantitative disclosures of fair value measurement hierarchy for financial instruments measured at fair value on a recurring basis as at 31 March 2024

(₹ in lakh)

| Particulars | Date of valuation | Fair value measurement using | | | Total |
|---------------------------------------|-------------------|---|---|---|------------------|
| | | Quoted prices in active markets (Level 1) | Significant observable inputs (Level 2) | Significant unobservable inputs (Level 3) | |
| Assets measured at fair value: | | | | | |
| Mutual Fund | 31-Mar-24 | 1,136.61 | - | - | 1,136.61 |
| Equity | 31-Mar-24 | 16,652.70 | - | - | 16,652.70 |
| Derivatives | 31-Mar-24 | 49.62 | - | - | 49.62 |
| Total | | 17,838.93 | - | - | 17,838.93 |



Quantitative disclosures of fair value measurement hierarchy for financial instruments measured at fair value on a recurring basis as at 31 March 2024

(₹ in lakh)

| Particulars | Date of valuation | Fair value measurement using | | | Total |
|--|-------------------|---|---|---|--------------|
| | | Quoted prices in active markets (Level 1) | Significant observable inputs (Level 2) | Significant unobservable inputs (Level 3) | |
| Liabilities measured at fair value: Derivatives | 31-Mar-24 | 44.08 | - | - | 44.08 |
| Total | | 44.08 | - | - | 44.08 |

Quantitative disclosures of fair value measurement hierarchy for financial instruments measured at fair value on a recurring basis as at 31 March 2023

(₹ in lakh)

| Particulars | Date of valuation | Fair value measurement using | | | Total |
|---|-------------------|---|---|---|------------------|
| | | Quoted prices in active markets (Level 1) | Significant observable inputs (Level 2) | Significant unobservable inputs (Level 3) | |
| Assets measured at fair value: Mutual Fund | 31-Mar-23 | 5,457.62 | - | - | 5,457.62 |
| Equity | 31-Mar-23 | 15,521.83 | - | - | 15,521.83 |
| Derivatives | 31-Mar-23 | 52.62 | - | - | 52.62 |
| Total | | 21,032.07 | - | - | 21,032.07 |

Quantitative disclosures of fair value measurement hierarchy for financial instruments measured at fair value on a recurring basis as at 31 March 2023

(₹ in lakh)

| Particulars | Date of valuation | Fair value measurement using | | | Total |
|--|-------------------|---|---|---|---------------|
| | | Quoted prices in active markets (Level 1) | Significant observable inputs (Level 2) | Significant unobservable inputs (Level 3) | |
| Liabilities measured at fair value: Derivatives | 31-Mar-23 | 400.90 | - | - | 400.90 |
| Total | | 400.90 | - | - | 400.90 |

- The Company does not carry any financial asset and liability which it fair values on a non recurring basis

- During the year there were no transfers between level 1 and level 2. Similarly, there were no transfers from or transfer to level 3.

Fair value of financial instruments measured at amortised cost as at 31 March 2024

(₹ in lakh)

| Particulars | Carrying value | Fair value measurement using | | | Total |
|---|-------------------|---|---|---|-------------------|
| | | Quoted prices in active markets (Level 1) | Significant observable inputs (Level 2) | Significant unobservable inputs (Level 3) | |
| Financial Assets | | | | | |
| Loans | 381,678.35 | - | - | 381,678.35 | 381,678.35 |
| Total financial assets | 381,678.35 | - | - | 381,678.35 | 381,678.35 |
| Financial liabilities | | | | | |
| Debt Securities | 375,811.69 | - | 375,811.69 | - | 375,811.69 |
| Borrowings (other than debt securities) | 23,474.17 | - | - | 23,474.17 | 23,474.17 |
| Total financial liabilities | 399,285.86 | - | 375,811.69 | 23,474.17 | 399,285.86 |

Fair value of financial instruments measured at amortised cost as at 31 March 2023

(₹ in lakh)

| Particulars | Carrying value | Fair value measurement using | | | Total |
|---|-------------------|---|---|---|-------------------|
| | | Quoted prices in active markets (Level 1) | Significant observable inputs (Level 2) | Significant unobservable inputs (Level 3) | |
| Financial Assets | | | | | |
| Loans | 106,435.32 | - | - | 106,435.32 | 106,435.32 |
| Total financial assets | 106,435.32 | - | - | 106,435.32 | 106,435.32 |
| Financial liabilities | | | | | |
| Debt Securities | 126,047.43 | - | 126,047.43 | - | 126,047.43 |
| Borrowings (other than debt securities) | - | - | - | - | - |
| Total financial liabilities | 126,047.43 | - | 126,047.43 | - | 126,047.43 |



46. Risk management objectives and policies

A summary of the major risks faced by the Company, its measurement, monitoring and management are described as under:

| Nature of risk | Arising from | Executive governance structure | Measurement, monitoring and management of risk |
|----------------------------|---|--|--|
| Liquidity and funding risk | Liquidity risk arises from mismatches in the timing of cash flows. Liquidity risk is the risk that the Company may not be able to generate sufficient cash flow at reasonable cost to meet expected and / or unexpected claims. It arises in the funding of lending, trading and investment activities and in the management of trading positions. | Risk Management Team and Treasury team | The Company aims to maintain the level of its cash and cash equivalents and other highly marketable investments at an amount in excess of expected cash outflow on financial liabilities. |
| Credit risk | It is risk of financial loss that the Company will incur a loss because its customer or counterparty to financial instruments fails to meet its contractual obligation. Credit risk is the risk of financial loss arising out of a customer or counterparty failing to meet their repayment obligations to the Company | Risk Management Team | Credit risk is monitored by Risk management team using level of credit exposures, portfolio monitoring, bureau data of portfolio performance and industry. |
| Market Risk | Market risk arises when movements in market factors (interest rates, credit spreads and equity prices) impact the Company's income or the market value of its portfolios. The Company's exposure to equity price risk arises primarily on account of its proprietary positions and on account of margin-based positions of its clients in equity cash and derivative segments. The objective of market risk management is to maintain an acceptable level of market risk exposure while aiming to maximize returns. | Risk Management Team | The Company's equity price risk is managed in accordance with internal policies by its Risk management team. The policies specifies stipulates risk-based margin requirements for margin-based trading in equity cash and derivative segment by its clients. The Risk management team specifies exposure limits and risk limits for the proprietary desk of the Company. |

The below sensitivity depicts a scenario where a movement in mutual fund prices, everything else remaining constant, would result in following impact on proprietary positions.

| | Impact on statement of profit and loss at 10.00% movement | |
|-----------------------------|---|-----------------------------------|
| | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
| Impact of upward movement | 113.66 | 545.76 |
| Impact of downward movement | (113.66) | (545.76) |

The below sensitivity depicts a scenario where a movement in equity prices, everything else remaining constant, would result in following impact on proprietary positions.

| | Impact on statement of profit and loss at 10.00% movement | |
|-----------------------------|---|-----------------------------------|
| | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
| Impact of upward movement | 1,665.27 | 1,552.18 |
| Impact of downward movement | (1,665.27) | (1,552.18) |

The below sensitivity depicts a scenario where a movement in derivatives prices, everything else remaining constant, would result in following impact on proprietary positions.

| | Impact on statement of profit and loss at 10.00% movement | |
|-----------------------------|---|-----------------------------------|
| | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
| Impact of upward movement | 0.55 | (34.83) |
| Impact of downward movement | (0.55) | 34.83 |



The table below summarises the maturity profile of the undiscounted cashflow of the Company's financial liabilities :

(₹ in lakh)

| Particulars | As at 31 March 2024 | | | | |
|---|---------------------|------------------------|------------------------|-----------------|-------------------|
| | Upto 1 year | Over 1 year to 3 years | Over 3 year to 5 years | Over 5 years | Total |
| Derivative Liability | 44.08 | - | - | - | 44.08 |
| <u>Non Derivative Liability</u> | | | | | |
| Trade payables | 100,541.53 | - | - | - | 100,541.53 |
| Other payables | 1,127.02 | - | - | - | 1,127.02 |
| Borrowings (other than debt securities) | 23,474.17 | - | - | - | 23,474.17 |
| Debt Securities | 380,000.00 | - | - | - | 380,000.00 |
| Lease Liabilities | 877.27 | 1,683.41 | 1,112.30 | 1,354.89 | 5,027.87 |
| Other financial liabilities | 287.95 | - | - | - | 287.95 |
| Total | 506,352.02 | 1,683.41 | 1,112.30 | 1,354.89 | 510,502.62 |

(₹ in lakh)

| Particulars | As at 31 March 2023 | | | | |
|---|---------------------|------------------------|------------------------|---------------|-------------------|
| | Upto 1 year | Over 1 year to 3 years | Over 3 year to 5 years | Over 5 years | Total |
| Derivative Liability | 400.90 | - | - | - | 400.90 |
| <u>Non Derivative Liability</u> | | | | | |
| Trade payables | 45,580.85 | - | - | - | 45,580.85 |
| Other payables | 718.19 | - | - | - | 718.19 |
| Borrowings (other than debt securities) | - | - | - | - | - |
| Debt Securities | 127,500.00 | - | - | - | 127,500.00 |
| Lease Liabilities | 521.89 | 1,126.31 | 648.70 | 842.69 | 3,139.59 |
| Other financial liabilities | 232.55 | - | - | - | 232.55 |
| Total | 174,954.38 | 1,126.31 | 648.70 | 842.69 | 177,572.08 |



The table below shows an analysis of assets and liabilities analysed (maturity analysis) according to when they are to be recovered or settled.

(₹ in lakh)

| Particulars | As at 31 March 2024 | | | As at 31 March 2023 | | |
|---|---------------------|------------------|-------------------|---------------------|------------------|-------------------|
| | Within 12 months | After 12 months | Total | Within 12 months | After 12 months | Total |
| ASSETS | | | | | | |
| Financial assets | | | | | | |
| Cash and cash equivalents | 10,549.65 | - | 10,549.65 | 26,551.93 | - | 26,551.93 |
| Bank balances other than (a) above | 96,416.82 | 5,807.07 | 102,223.89 | 35,712.02 | 25,354.88 | 61,066.90 |
| Derivative financial instruments | 49.62 | - | 49.62 | 52.62 | - | 52.62 |
| Trade receivables | 38,784.89 | - | 38,784.89 | 13,602.85 | - | 13,602.85 |
| Other receivables | - | - | - | - | - | - |
| Loan | 381,678.35 | - | 381,678.35 | 106,435.32 | - | 106,435.32 |
| Investments | 17,789.31 | - | 17,789.31 | 20,979.45 | - | 20,979.45 |
| Other financial assets | 42,995.75 | 544.16 | 43,539.91 | 11,536.16 | 479.02 | 12,015.18 |
| Non-financial assets | | | | | | |
| Current tax assets (net) | - | 514.66 | 514.66 | - | 161.32 | 161.32 |
| Deferred tax assets (net) | - | - | - | - | 130.95 | 130.95 |
| Property, plant and equipment | - | 5,885.46 | 5,885.46 | - | 4,022.10 | 4,022.10 |
| Intangible assets | - | 548.35 | 548.35 | - | 476.16 | 476.16 |
| Other non-financial assets | 198.03 | - | 198.03 | 538.91 | - | 538.91 |
| Total assets | 588,462.42 | 13,299.70 | 601,762.12 | 215,409.26 | 30,624.43 | 246,033.69 |
| LIABILITIES | | | | | | |
| Financial liabilities | | | | | | |
| Derivative financial instruments | 44.08 | - | 44.08 | 400.90 | - | 400.90 |
| Trade payables | 100,541.53 | - | 100,541.53 | 45,580.85 | - | 45,580.85 |
| Other payables | 1,127.02 | - | 1,127.02 | 718.19 | - | 718.19 |
| Debt Securities | 375,811.69 | - | 375,811.69 | 126,047.43 | - | 126,047.43 |
| Borrowings (other than debt securities) | 23,474.17 | - | 23,474.17 | - | - | - |
| Lease liability | 582.20 | 3,287.00 | 3,869.20 | 347.48 | 2,108.36 | 2,455.84 |
| Other financial liabilities | 287.95 | - | 287.95 | 232.55 | - | 232.55 |
| Non-financial liabilities | | | | | | |
| Current tax liabilities (net) | - | - | - | 28.16 | - | 28.16 |
| Provisions | 102.76 | - | 102.76 | 34.47 | - | 34.47 |
| Deferred tax liabilities (net) | - | 113.91 | 113.91 | - | - | - |
| Other non-financial liabilities | 448.57 | - | 448.57 | 174.56 | - | 174.56 |
| Total Liabilities | 502,419.97 | 3,400.91 | 505,820.88 | 173,564.59 | 2,108.36 | 175,672.95 |



47. Ultimate beneficiary

No funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

No funds (which are material either individually or in the aggregate) have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

48. Relationship with Struck off Companies

The Company do not have any relationship and transaction with struck off companies during the FY 23-24.

49. Disclosure pertaining to stock statement filed with banks or financial institutions

The Company has availed of the facilities (secured borrowings) from the Lenders inter alia on the condition that, the Company shall provide or create or arrange to provide or have created, Security interest by way of a first pari passu charge of the Hypothecated Receivables.

"Quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts."

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

| Particulars | Year ended 31 March 2024 | Year ended 31 March 2023 |
|---|-----------------------------|-----------------------------|
| 1. Debt-Equity ratio [Debt securities+Borrowings] | 4.16 | 1.79 |
| 2. Debt service coverage ratio [EBIDTA/ (Principal + Interest on O/S Principal)] | 0.07 | 0.06 |
| 3. Interest service coverage ratio [EBIDTA/ (Finance cost less interest on lease)] | 1.39 | 1.23 |
| 4. Networth [Total Equity] (₹ in lakhs) | 95,941.24 | 70,360.74 |
| 5. Net Profit after tax (₹ in lakhs) | 5,587.76 | 821.31 |
| 6. Earnings per share (Basic/Diluted) (₹) | 0.85 | 0.13 |
| 7. Total debts to total assets [Debt securities+Borrowings (other than debt securities)] / Total Assets | 0.80 | 0.51 |
| 8. Operating margin [PBT/ Revenue from Operations] | 14.62% | 5.43% |
| 9. Net profit margin [PAT/ Revenue from Operations] | 11.48% | 4.02% |

Note :
Details of debenture redemption reserve, Current ratio, Long term debt to working capital, Bad debts to Accounts receivable ratio, Current liability ratio, Debtors turnover and Inventory turnover is not applicable to the Company.



51. Previous year's figures have been regrouped, wherever necessary, to make them comparable with those of the current period.

On behalf of the Board of Directors

As per our report of even date

For G.M. Kapadia & Co
Chartered Accountants
ICAI Firm registration number: 104767W



S Sreenivasan
Chairman



Manish Jain
Managing Director



Rajen Ashar
Partner
Membership number: 048243



Bhalchandra Deodhar
Chief Financial Officer



Ravi Dugar
Company Secretary

Pune: 16 April 2024

