



Dar Credit & Capital Ltd.

...we make life simple

8th August, 2023

The Manager - Listing
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

Scrip Code: 960472, 960473, 960474 & 960475

Dear Sir/Madam,

Sub.: Submission of Security Cover Certificate issued by an Independent Chartered Accountant for the Quarter ended 30th June, 2023.

Ref.: Regulation 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No. SEBI/ HO/ MIRSD/ CRADT/ CIR/ P/ 2020/230 dated 12th November, 2020.

We hereby submit the Security Cover Certificate, issued by M/s. K A S G & Co., Chartered Accountants, pursuant to above referred Regulation and SEBI Circular, in a format as provided thereunder, for the Quarter ended 30th June, 2023.

You are requested to take the same on record.

For **Dar Credit & Capital Ltd.**

SAKSHI Digitally signed
by SAKSHI GARG
GARG Date: 2023.08.08
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Sakshi Garg

Company Secretary

CIN: U65999WB1994PLC064438

Regd. Office: Business Tower, 206 AIC Bose Road 6th Floor, Unit No. 6B

Kolkata – 700017; Phone: 033 40646495

Certificate No. – KASG/CERT/FY 23-24/136

Annexure-I

Format of certificate for Security Cover from the Statutory Auditor

To,
IDBI Trusteeship Services Limited
Asian Building, Ground Floor, 17,
R. Kamani Marg, Ballard Estate,
Mumbai 400 001

Based on examination of books of accounts and other relevant records/documents of (“the Company”), we hereby certify that:

a) Security Cover for listed debt securities:

- i. The financial information as on 30-06-2023 has been extracted from the books of accounts of M/s Dar Credit & Capital Ltd. for the quarter ended 30-06-2023 and other relevant records of the listed entity;
- ii. The security provided by the listed entity provide coverage of 1.1 times of the interest and principal amount, which is in accordance with the terms of issue/ debenture trust deed (calculation as per statement of Security Cover ratio for the Secured debt securities – **Annexure-A**).

ISIN wise details

| Sl. No. | ISIN | Facility | Type of charge | Sanctioned Amount (Rs.) | Outstanding Amount As on 30.06.2023 (Rs.) | Cover Required (Rs.) | Assets Required (Rs.) |
|---------|--------------|---------------------------------|----------------|-------------------------|---|----------------------|-----------------------|
| 1. | INE04Q907058 | Non-convertible Debt Securities | Exclusive | 3,20,00,000 | 3,20,00,000 | 3,52,00,000 | 3,52,00,000 |
| 2. | INE04Q907066 | Non-convertible Debt Securities | Exclusive | 4,55,00,000 | 4,55,00,000 | 5,00,50,000 | 5,00,50,000 |

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| | | | | | | | |
|--------------------|--------------|---------------------------------|-----------|--------------|--------------|--------------|--------------|
| 3. | INE04Q907074 | Non-convertible Debt Securities | Exclusive | 2,00,00,000 | 2,00,00,000 | 2,20,00,000 | 2,20,00,000 |
| 4. | INE04Q907082 | Non-convertible Debt Securities | Exclusive | 2,75,00,000 | 2,75,00,000 | 3,02,50,000 | 3,02,50,000 |
| Grand Total | | | | 12,50,00,000 | 12,50,00,000 | 13,75,00,000 | 13,75,00,000 |

b) Compliance of all the covenants/terms of the issue in respect of listed debt securities of the listed entity

We have examined the compliances made by the Company in respect of the covenants/terms of issue of the listed debt securities (NCD's) and certify that such covenants/terms of the issue have been complied by the Company. The details of Security Cover have been given in **Annexure – A**.

The above declaration/confirmation is being provided based on the data, documents, information, etc. as rendered to us by the management.

Further, the Certificate is addressed to and provided to **M/s IDBI Trusteeship Services Ltd.** on the request of the Board of Directors of M/s. **DAR CREDIT & CAPITAL LIMITED** exclusively for the purpose of determination of security cover on listed debt securities and should not be used for any other purpose or by any other person. Accordingly, we do not accept or assume any liability or duty for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.

For and on behalf of
KASG & Co.
(Chartered Accountants)
Firm Registration No. 002228C

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Date: 2023.08.05
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CA Roshan Kumar Bajaj
Partner
Membership No.: 068523
UDIN: 23068523BGYJW5651

Place: Kolkata
Date: 05.08.2023

Annexure-A (Security Cover)

DAR CREDIT & CAPITAL LTD.

| Column A | Column B | Column C ⁱ | Column D ⁱⁱ | Column E ⁱⁱⁱ | Column F ^{iv} | Column G ^v | Column H ^{vi} | Column I ^{vii} | Column J | Column K | Column L | Column M | Column N | Column O | |
|--|--|-----------------------|---------------------------------|--|---|-----------------------|--------------------------------|-------------------------|--|---|--|--|-----------------------|--------------|------|
| Particulars | | Exclusive Charge | Exclusive Charge | Pari-Passu Charge | Pari-Passu Charge | Pari-Passu Charge | Assets not offered as Security | Elimination (amount in) | (Total C to H) | Related to only those items covered by this certificate | | | | | |
| Description of asset for which this certificate | Debt for which this certificate being issued | Other Secured Debt | Debt for which this certificate | Assets shared by pari passu debt holder (includes debt held through channel) | Other assets on which there is pari-passu | | debt amount considered more | | Market Value for Assets charged on Exclusive basis | Carrying /book value for exclusive charge assets where market value | Market Value for Pari passu Assets ^{vi} | Carrying value/book value for pari passu charge assets | Total Value(=K+L+M+N) | | |
| | | | | | | | | | | | | | Book | Book | Yes/ |
| ASSETS | | | | | | | | | | | | | | | |
| Property, Plant and Equipment | - | - | 5,35,81,962.00 | - | - | - | 3,06,92,239 | - | 8,42,74,201 | - | - | - | - | - | |
| Capital Work-in- Progress | - | - | - | - | - | - | - | - | - | - | - | - | - | - | |
| Right of Use Assets | - | - | - | - | - | - | - | - | - | - | - | - | - | - | |
| Goodwill | - | - | - | - | - | - | - | - | - | - | - | - | - | - | |
| Intangible Assets | - | - | - | - | - | - | - | - | - | - | - | - | - | - | |
| Intangible Assets under Development | - | - | - | - | - | - | - | - | - | - | - | - | - | - | |
| Investments | - | - | - | - | - | - | 5,79,20,477 | - | 5,79,20,477 | - | - | - | - | - | |
| Loans | Book Debts | 13,75,00,000 | 1,16,40,05,711 | - | - | - | - | - | 1,30,15,05,711 | 13,75,00,000 | - | - | - | 13,75,00,000 | |
| Inventories | - | - | - | - | - | - | - | - | - | - | - | - | - | - | |
| Trade Receivables | - | - | - | - | - | - | - | - | - | - | - | - | - | - | |
| Cash and Cash Equivalents | - | - | - | - | - | - | 28,03,54,401 | - | 28,03,54,401 | - | - | - | - | - | |
| Bank Balances other than Cash and Cash Equivalents | - | - | - | - | - | - | - | - | - | - | - | - | - | - | |
| Others | - | - | - | - | - | - | 15,99,78,870 | - | 15,99,78,870 | - | - | - | - | - | |
| Total | - | 13,75,00,000 | 1217587673 | 0 | 0 | 0 | 52,89,45,987 | 0 | 1,88,40,33,660 | 13,75,00,000 | 0 | 0 | 0 | 13,75,00,000 | |

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Limited Review Report on Quarterly Financial Results of DAR Credit and Capital Limited for unaudited standalone quarterly and year to date results ended on 30th June'2023 pursuant to Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Review report to Board of Directors of DAR Credit and Capital Ltd.,

We have reviewed the accompanying standalone statement of unaudited financial results of DAR Credit and Capital Limited for the period ended on 30th June'23. This statement is the responsibility of the NBFC's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 - "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

Our conclusion is not modified in respect of this matter.

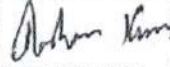





For KASG & Co.
Chartered Accountants
(Firm Registration No: 002228C)





CA Roshan Kumar Bajaj
Partner
Membership Number- 068523
UDIN- 23068523BGYJWH3060

Place of signature- Kolkata
Date- 8th August, 2023

| DAR CREDIT & CAPITAL LTD. | | | | |
|---|---------------------------------------|---|-------------------------|--------------------------|
| CIN : U65999WB1994PLC064438 | | | | |
| Standalone Balance Sheet as at 30th June 2023 | | | | |
| | | Unaudited | | Audited |
| Sr. No. | Particulars | Note No. | As at 30th June 2023 | As at 31st March 2023 |
| I. | EQUITY AND LIABILITIES | | | |
| | (1) Shareholders' Funds | | | |
| | (a) Share Capital | 2 | 10,00,00,000 | 10,00,00,000 |
| | (b) Reserves and Surplus | 3 | 55,29,19,222 | 53,73,19,016 |
| | (2) Non-Current Liabilities | | | |
| | (a) Long-Term Borrowings | 4 | 75,52,84,568 | 78,18,07,455 |
| | (b) Long-term provisions | 5 | 9,24,822 | 9,24,822 |
| | (3) Current Liabilities | | | |
| | (a) Short-Term Borrowings | 6 | 44,53,81,390 | 43,65,21,269 |
| | (b) Trade Payables | 7 | 73,99,360 | 49,12,223 |
| | (c) Other Current Liabilities | 8 | 90,06,366 | 35,78,882 |
| | (d) Short-Term Provisions | 9 | 1,31,17,934 | 1,23,17,934 |
| | Total Equity & Liabilities | | 1,88,40,33,662 | 1,87,73,81,600 |
| II. | ASSETS | | | |
| | (1) Non-Current Assets | | | |
| | (a) Plant Property and Equipment | 10 | 8,42,74,201 | 8,59,20,041 |
| | (b) Non-Current Investments | 11 | 84,000 | 84,000 |
| | (c) Deferred Tax Assets (Net) | 12 | 58,53,311 | 59,62,462 |
| | (d) Long-Term Loans and Advances | 13 | 66,35,21,650 | 66,37,65,297 |
| | (e) Other Non-current assets | 14 | 10,90,83,289 | 9,87,10,832 |
| | (2) Current Assets | | | |
| | (a) Current Investments | 15 | 5,78,36,477 | 5,78,36,477 |
| | (b) Cash and Cash Equivalents | 16 | 28,03,54,401 | 33,90,52,409 |
| | (c) Short-Term Loans and Advances | 17 | 63,79,84,062 | 60,61,69,876 |
| | (d) Other Current Assets | 18 | 4,50,40,270 | 1,98,80,206 |
| | Total Assets | | 1,88,40,33,662 | 1,87,73,81,600 |
| As per our report of even date attached | | | | |
| For KASG & Co. | | For and on behalf of the Board | | |
| Chartered Accountants | | DAR Credit and Capital Limited | | |
| Firm Regn. No.: 002228C | | Chairman | | |
|  | |  | | |
| Roshan Kumar Bajaj | | Director & CFO | | |
| Membership No.: 068523 | |  | | |
| Place: Kolkata | | CFO | | |
| Date: 08.08.2023 | | Company Secretary | | |
|  | |  | | |
| | | Director | | |
| | |  | | |
| | | Company Secretary | | |

DAR CREDIT & CAPITAL LTD.
CIN : U65999WB1994PLC064438

Registered Office: Business Tower, 206 AJC Bose Road 6th Floor, Unit No. 6B, Kolkata- 700017

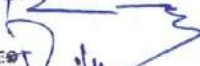

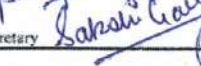

Statement of unaudited financial results for the Quarter ended 30th June, 2023

| Sr. No. | Particulars | 3 months ended | Preceding 3 months | Corresponding 3 | Year Ended |
|---------|--|--------------------|--------------------|--------------------|---------------------|
| | | (30-06-2023) | ended | months ended | (31-03-2023) |
| | | Unaudited | Audited | Unaudited | Audited |
| 1 | Revenue from Operations | 8,84,98,208 | 6,42,27,018 | 5,53,86,390 | 24,79,27,831 |
| 2 | Other Income | 4,65,836 | 26,52,794 | 8,39,977 | 73,66,145 |
| 3 | Total Income (1+2) | 8,89,64,045 | 6,68,79,812 | 5,62,26,367 | 25,52,93,976 |
| 4 | Expenses: | | | | |
| | (a) Employee Benefits Expense | 1,04,49,063 | 1,08,14,042 | 73,78,669 | 3,85,03,038 |
| | (b) Finance Costs | 3,65,46,523 | 3,07,76,667 | 2,78,50,453 | 12,22,45,369 |
| | (c) Depreciation and Amortization Expense | 14,88,850 | 15,61,547 | 14,78,094 | 59,04,372 |
| | (d) Provisions | 8,60,000 | 5,90,450 | 4,43,270 | 14,90,450 |
| | (e) Other Expenses | 1,88,06,281 | 1,58,97,552 | 1,06,37,134 | 5,06,06,143 |
| | Total Expenses | 6,80,90,717 | 5,96,40,258 | 4,77,87,620 | 21,87,49,372 |
| 5 | Profit before exceptional and extraordinary items and tax (3-4) | 2,08,73,328 | 72,39,554 | 84,38,747 | 3,65,44,604 |
| 6 | Exceptional Items | - | - | - | - |
| 7 | Profit before extraordinary items and tax (5-6) | 2,08,73,328 | 72,39,554 | 84,38,747 | 3,65,44,604 |
| 8 | Extraordinary Items | - | - | - | - |
| 9 | Profit Before Tax (7- 8) | 2,08,73,328 | 72,39,554 | 84,38,747 | 3,65,44,604 |
| 10 | Tax Expense: | | | | |
| | (a) Current tax | (51,13,794) | (21,82,904) | (26,48,383) | (86,90,609) |
| | (b) Deferred tax | (1,07,151) | (6,38,099) | (3,68,620) | (6,38,099) |
| 11 | Profit from continuing operations (9-10) | 1,56,52,383 | 44,18,551 | 54,21,744 | 2,72,15,899 |
| 12 | Profit from discontinuing operations | - | - | - | - |
| 13 | Tax expense of discontinuing operations | - | - | - | - |
| 14 | Profit from discontinuing operations (after tax) (12-13) | - | - | - | - |
| 15 | Profit for the year | 1,56,52,383 | 44,18,551 | 54,21,744 | 2,72,15,899 |
| 16 | Earnings per equity share: | | | | |
| | (a) Basic | 1.57 | 0.41 | 0.54 | 2.72 |
| | (b) Diluted | 1.57 | 0.41 | 0.54 | 2.72 |

for KASO & Co.
Chartered Accountants
Firm Regn. No.: 002228C

Roshan Kumar Bajaj
Membership No.: 068523
Place: Kolkata
Date: 08.08.2023



For and on behalf of the Board
DAR Credit and Capital Limited
For DAR CREDIT & CAPITAL LTD.
Chairman 
Director & CEO 
CFO 
Company Secretary 
Director

Notes to the Financial Results for the period ended 30.06.2023

1. The Unaudited Financial results for the quarter and half year ended 30th June, 2023 ("The Statement") of Dar Credit & Capital Ltd. (the "Company") have been prepared in accordance with GAAP. These financial results together with the results for the comparative reporting period have been prepared in accordance with the recognition and measurement principles prescribed under accounting principles generally accepted in India.
2. The Company is a Non- Systematically Important Non Deposit taking Non-Banking Financial Company (NBFC-ND) registered with the Reserve Bank of India (RBI).
3. The above financial results have been reviewed by the audit committee. The results have been approved by the Board of Directors of the company at their meeting held on 8th August, 2023.
4. In compliance with Regulation 52 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015 a limited review of financial results for the quarter and half year ended 30th June, 2023 has been carried out by the Statutory Auditors of the Company. The financial information for the quarter ended 30th June, 2023 were prepared by the Management and approved by the Company's Board of Directors and have not been subject to Limited review.
5. The figures for the quarter ended 31st March, 2023 of the previous year are the balancing figures between audited figures in respect of full financial year and the published year-to-date figures upto the end of third quarter, i.e. nine months ended 31st December, 2022 of the previous financial year.
6. The Investment in Company's Wholly Owned Subsidiary (Dar Credit Microfinance Private Ltd.) closed out on 19th April, 2022. A resolution for Striking of the name of the subsidiary was passed by the subsidiary on 31st March, 2022 in its Board Meeting and Extra-Ordinary General Meeting of its shareholders, and the same has been approved on 4th August, 2023. The Company received a sum of Rs. 506.5 lakhs on 19th April, 2022 against its investment of Rs. 500 lakhs. The resultant gain of Rs. 6.5 lakhs has been recognized in Statement of Profit & Loss. The Company no longer has a Subsidiary and hence is not required to prepare Consolidated Financial Statements.
7. The Company has considered the impact of changes in Deferred Tax during the period.
8. In respect of F.Y. commencing on or after the 1st April, 2023, a company shall use such accounting software for maintaining its books of accounts which has the feature of recording Audit Trail (Edit log) facility but, the same has not been followed till date.

For DAR CREDIT & CAPITAL LTD.

12
Director

Ramesh Kumar Vijay
Director
DIN: 00658473

Place of signature- Kolkata
Date- 8th August, 2023



For KASG & Co.
Chartered Accountants
(Firm Registration No: 002228C)

Roshan Kumar Bajaj

CA Roshan Kumar Bajaj
Partner
Membership Number- 068523

Note: We have signed these statement for identification purpose only. These results should be read in conjunction with our report dated 8th August, 2023.

DAR CREDIT & CAPITAL LTD.

CIN : U65999WB1994PLC064438

Standalone Balance Sheet as at 30th June 2023

| Sr. No. | Particulars | Note No. | For the quarter ended 30th June 2023 | For the year ended | |
|---------|---------------------------------------|----------|--------------------------------------|-----------------------|-----------------------|
| | | | | 31st March 2023 | 31st March 2022 |
| I. | EQUITY AND LIABILITIES | | | | |
| | (1) Shareholders' Funds | | | | |
| | (a) Share Capital | 2 | 10,00,00,000 | 10,00,00,000 | 10,00,00,000 |
| | (b) Reserves and Surplus | 3 | 55,29,19,222 | 53,73,19,016 | 51,52,15,057 |
| | (2) Non-Current Liabilities | | | | |
| | (a) Long-Term Borrowings | 4 | 75,52,84,568 | 78,18,07,455 | 48,77,27,427 |
| | (b) Long-term provisions | 5 | 9,24,822 | 9,24,822 | 8,01,876 |
| | (3) Current Liabilities | | | | |
| | (a) Short-Term Borrowings | 6 | 44,53,81,390 | 43,65,21,269 | 57,99,51,566 |
| | (b) Trade Payables | 7 | 73,99,360 | 49,12,223 | 69,18,722 |
| | (c) Other Current Liabilities | 8 | 90,06,366 | 35,78,882 | 29,43,310 |
| | (d) Short-Term Provisions | 9 | 1,31,17,934 | 1,23,17,934 | 1,09,50,430 |
| | Total Equity & Liabilities | | 1,88,40,33,662 | 1,87,73,81,600 | 1,70,45,08,389 |
| II. | ASSETS | | | | |
| | (1) Non-Current Assets | | | | |
| | (a) Plant Property and Equipment | 10 | 8,42,74,201 | 8,59,20,041 | 8,57,61,529 |
| | (b) Non-Current Investments | 11 | 84,000 | 84,000 | 5,00,84,000 |
| | (c) Deferred Tax Assets (Net) | 12 | 58,55,311 | 59,62,462 | 66,00,561 |
| | (d) Long-Term Loans and Advances | 13 | 66,35,21,650 | 66,37,65,297 | 74,06,37,157 |
| | (e) Other Non-current assets | 14 | 10,90,83,289 | 9,87,10,832 | 12,93,71,717 |
| | (2) Current Assets | | | | |
| | (a) Current Investments | 15 | 5,78,36,477 | 5,78,36,477 | 11,95,06,213 |
| | (b) Cash and Cash Equivalents | 16 | 28,03,54,401 | 33,90,52,409 | 15,67,33,257 |
| | (c) Short-Term Loans and Advances | 17 | 63,79,84,062 | 60,61,69,876 | 39,74,09,588 |
| | (d) Other Current Assets | 18 | 4,50,40,270 | 1,98,80,206 | 1,84,04,367 |
| | Total Assets | | 1,88,40,33,662 | 1,87,73,81,600 | 1,70,45,08,389 |

As per our report of even date attached

For KASG & Co.

Chartered Accountants

Firm Regn. No.: 002228C

Roshan Kumar Bajaj

Membership No.: 068523

Place: Kolkata

Date:

For and on behalf of the Board

DAR Credit and Capital Limited

Chairman

Director & CEO

CFO

Company Secretary

For DAR CREDIT & CAPITAL LTD.

Director

Sakshi Gang

DAR CREDIT & CAPITAL LTD.

CIN : U65999WB1994PLC064438

Standalone Statement of Profit and Loss for the quarter ended 30th June 2023

| Sr. No. | Particulars | Note No. | For the quarter | For the year ended | |
|---------|--|----------|----------------------|---------------------|---------------------|
| | | | ended 30th June 2023 | 31st March 2023 | 31st March 2022 |
| 1 | Revenue from Operations | 19 | 8,84,98,208 | 24,79,27,831 | 24,22,66,073 |
| 2 | Other Income | 20 | 4,65,836 | 73,66,145 | 69,68,495 |
| 3 | Total Income (1+2) | | 8,89,64,045 | 25,52,93,976 | 24,92,34,567 |
| 4 | Expenses: | | | | |
| | (a) Employee Benefits Expense | 21 | 1,04,49,063 | 3,85,03,038 | 3,69,82,029 |
| | (b) Finance Costs | 22 | 3,65,46,523 | 12,22,45,369 | 12,12,66,316 |
| | (c) Depreciation and Amortization Expense | 11 | 14,88,850 | 59,04,372 | 55,03,830 |
| | (d) Provisions | 23 | 8,00,000 | 14,90,450 | 18,74,034 |
| | (e) Other Expenses | 24 | 1,88,06,281 | 5,06,06,143 | 4,81,17,569 |
| | Total Expenses | | 6,80,90,717 | 21,87,49,372 | 21,37,43,778 |
| 5 | Profit before exceptional and extraordinary items and tax (3-4) | | 2,08,73,328 | 3,65,44,604 | 3,54,90,789 |
| 6 | Exceptional Items | | - | - | - |
| 7 | Profit before extraordinary items and tax (5-6) | | 2,08,73,328 | 3,65,44,604 | 3,54,90,789 |
| 8 | Extraordinary Items | | - | - | - |
| 9 | Profit Before Tax (7-8) | | 2,08,73,328 | 3,65,44,604 | 3,54,90,789 |
| 10 | Tax Expense: | | | | |
| | (a) Current tax | | (51,13,794) | (86,90,606) | (84,39,989) |
| | (b) Deferred tax | | (1,07,151) | (6,38,099) | (14,74,482) |
| 15 | Profit for the year | | 1,56,52,383 | 2,72,15,899 | 2,55,76,318 |
| 16 | Earnings per equity share: | | | | |
| | (a) Basic | | 1.57 | 2.72 | 2.56 |
| | (b) Diluted | | 1.57 | 2.72 | 2.56 |
| | Significant Accounting Policies | 1 | | | |
| | Additional Notes to Financial Statements | 25 | | | |
| | Additional Particulars as per RBI Regulation | 26 | | | |
| | As per our report of even date attached for KASG & Co. Chartered Accountants Firm Regn. No.: 002228C | | | | |
| | Roshan Kumar Bajaj Membership No.: 068523 Place: Kolkata Date: | | | | |
| | For and on behalf of the Board DAR Credit and Capital Limited | | | | |
| | Chairman | | | | |
| | Director & CEO | | | | |
| | CFO | | | | |
| | Company Secretary | | | | |
| | | | | | |

For and on behalf of the Board
DAR Credit and Capital Limited

Chairman

Director & CEO

CFO

Company Secretary

[Signature]
For DAR CREDIT & CAPITAL LTD.

[Signature]
Director

[Signature]
Director

DAR CREDIT & CAPITAL LTD.

CIN : U65999WB1994PLC064438

Notes to standalone financial statements for the quarter ended 30th June, 2023

Note 1 (A) : Corporate Information

Dar Credit & Capital Ltd., the Holding Company is Non-Banking Finance Company (NBFC) and its principal place of business is at Kolkata & Jaipur. The company provides professional financial services to low income customers particularly in small towns, lacking access to such services from formal financial institutions and to emerge as a financially strong, ethical and socially inclined small loan finance institution.

Note 1 (B) : Significant Accounting Policies :-

| | | |
|----|--|--|
| 1 | Basis of Accounting | The financial statements of the company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under Section 133 of Companies Act, 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 and Companies (Accounting Standards) Amendment Rules, 2016. The financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year. |
| 2 | Use of Estimates | The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods. |
| 3 | Reserves and Surplus | Pursuant to section 45-IC of the Reserve Bank of India Act, 1934 NBFCs must transfer at least 20% of net profit every year to reserve fund. This fund should not be appropriated except for purpose specified by RBI. Any appropriation must be reported to RBI within 21 days |
| 3 | Plant, property and Equipment | Property, Plant and equipment, Capital work in progress are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises the purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. All other repair and maintenance costs are recognized in profit or loss as incurred. Any trade discounts, rebates and refundable taxes including GST credit are deducted in arriving at the purchase cost. Gains or losses arising from de-recognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized. The company identifies and determines cost of each component/ part of the asset separately, if the component/ part has a cost which is significant to the total cost of the asset and has useful life that is materially different from that of the remaining asset. Property, plant and equipment held for sale is valued at lower of their carrying amount and net realizable value. Any write-down is recognized in the statement of profit and loss. |
| 4 | Depreciation | Depreciation is provided on Straight-Line Basis at rates specified in Schedule II of the Companies Act, 2013 based on useful life of the assets |
| 5 | Investments | (a) Long term investments are carried at cost after deducting provision, in case where the fall in market value has been considered of permanent nature. (b) Current investments are valued at lower of cost or market value. (c) Govt. Securities are valued at lower of cost or redemption price. |
| 6 | Loans | Loans are valued at Principal Amount. |
| 7 | Recognition of Income & Expenditure | Income and Expenditures are recognised on accrual basis except income from Non – performing Asset(s) which is accounted for on actual receipt basis as prescribed by the Prudential Norms for Non – Banking Financial Companies issued by Reserve Bank of India. |
| 8 | Contingent Liabilities | Claims against the company are either paid or treated as liability if accepted by the company and are treated as contingent liability if disputed by the company. |
| 9 | Retirement Benefit | The gratuity liability has been determined based on the provision of Gratuity Act, 1972 and charged to Statement of Profit and Loss. Contribution payable to the recognised provident fund which is defined contribution schemes, is charged to Profit and loss account. |
| 10 | Borrowing Costs | Borrowing costs are recognized as an expense in the period in which these are incurred. borrowing costs directly attributable to the acquisition, construction or production of a 'qualifying asset' (one that necessarily takes a substantial period of time to get ready for its intended use or sale) are included in the cost of the asset. |

For DAR CREDIT & CAPITAL LTD.

12
Director

DAR CREDIT & CAPITAL LTD.

CIN : U65999WB1994PLC064438

Notes to standalone financial statements for the quarter ended 30th June, 2023

| | | |
|----|---|---|
| 11 | <u>Provisions</u> | : A provision is recognised when the Company has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. |
| 12 | <u>Earning per share</u> | : Basic earnings per equity share is computed by dividing profit or loss attributable to owners of the Company by the weighted average number of equity shares outstanding during the financial year. Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares. |
| | | <u>Current Tax</u> The current charge for income is calculated in accordance with relevant tax regulations applicable to the company. |
| | | <u>Deferred Tax</u> Deferred tax charge or benefit reflects the tax effects of timing differences between accounting income and taxable income for the year. The deferred tax charge or benefit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantially enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carry forward of losses, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Deferred tax assets are reviewed at each balance sheet date and written-down or written-up to reflect the amount that is reasonably/virtually certain to be realised. |
| 13 | <u>Taxes</u> | : Deferred tax charge or benefit reflects the tax effects of timing differences between accounting income and taxable income for the year. The deferred tax charge or benefit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantially enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carry forward of losses, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Deferred tax assets are reviewed at each balance sheet date and written-down or written-up to reflect the amount that is reasonably/virtually certain to be realised. |
| 14 | <u>Intangible assets and amortisation thereof</u> | : Costs relating to acquisition and development of computer software are capitalised in accordance with the AS-26 'Intangible Assets' and are amortised using the straight line method over a period of five years, which is the Management's estimate of its useful life. |
| 15 | <u>Provision for Standard / Sub-Standard / Doubtful / Loss Assets</u> | : Provision for Standard Assets / Substandard Assets / Doubtful Assets / Loss Assets has been made in compliance with the directions of Reserve Bank of India. As per the RBI Master Direction No. DNBR PD.008/03.10.19/2016-17 dated 1 st September, 2016 Company has made general provision of 0.25% of Standard Assets. Other directives of Reserve Bank of India have been duly complied with. |

For DAR CREDIT & CAPITAL LTD.

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Director

DAR CREDIT & CAPITAL LTD.

CIN : U65999WB1994PLC064438

Notes to standalone financial statements for the quarter ended 30th June, 2023

i. Note 2 : Share Capital

| Particulars | As at 30th June, 2023 | | As at 31st March, 2023 | |
|---|-----------------------|---------------|------------------------|---------------|
| | Number | Amount in Rs. | Number | Amount in Rs. |
| Authorised | | | | |
| Equity shares of Rs.10 each | 1,25,00,000 | 12,50,00,000 | 1,25,00,000 | 12,50,00,000 |
| Issued, Subscribed & Fully paid up | | | | |
| Equity shares of Rs.10 each | 1,00,00,000 | 10,00,00,000 | 1,00,00,000 | 10,00,00,000 |

Rights of Shareholders

The company has one class of Equity shares having a face value of Rs. 10 each. Each shareholder is eligible for one vote per share held. The equity shares of the company rank pari-passu in all respects including voting rights and entitlement to dividend.

ii. Details of the Shareholders holding more than 5% of Equity Shares of the Company

| Name of Shareholder | As at 30th June, 2023 | | As at 31st March, 2023 | |
|-------------------------------------|-----------------------|-----------|------------------------|-----------|
| | No. of Shares held | % Holding | No. of Shares held | % Holding |
| Ramesh Kumar Vijay | 19,50,866 | 19.51 | 19,50,866 | 19.51 |
| Rakshita Vijay | 9,85,066 | 9.85 | 9,85,066 | 9.85 |
| Ramesh Kumar Vijay and others(HUF) | 8,80,400 | 8.80 | 8,80,400 | 8.80 |
| Karan Vijay | 9,85,456 | 9.85 | 9,85,456 | 9.85 |
| Nikita Vijay | 8,68,728 | 8.69 | 5,68,728 | 5.69 |
| Tanvee Vijay | 8,68,450 | 8.68 | 5,68,450 | 5.68 |
| R R Family Trust | 9,33,333 | 9.33 | 9,33,333 | 9.33 |
| Primerose Foundation | 8,29,000 | 8.29 | 8,29,000 | 8.29 |

For DAR CREDIT & CAPITAL LTD.

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Director

DAR CREDIT & CAPITAL LTD.

CIN : U65999WB1994PLC064438

Notes to standalone financial statements for the quarter ended 30th June, 2023

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

| Equity Shares | As at 30th June, 2023 | | As at 31st March, 2023 | |
|------------------------------------|-----------------------|---------------|------------------------|---------------|
| | Number of Shares | Amount in Rs. | Number of Shares | Amount in Rs. |
| At the beginning of the year | 1,00,00,000 | 10,00,00,000 | 1,00,00,000 | 10,00,00,000 |
| Add: Issued during the year | - | - | - | - |
| Outstanding at the end of the year | 1,00,00,000 | 10,00,00,000 | 1,00,00,000 | 10,00,00,000 |

iii. Reconciliation of shares held by promoters

| Shares held by promoters at the end of the year | | | |
|---|------------------|-------------------|--------------------------|
| Promoter name | No. of shares | % of total shares | % change during the year |
| Ramesh Kumar Vijay | 19,50,866 | 19.51% | - |
| Raj Kumar Vijay | 3,22,133 | 3.22% | - |
| Rakshita Vijay | 9,85,066 | 9.85% | - |
| Kusum Vijay | 1,06,456 | 1.06% | - |
| Nikita Vijay | 8,68,728 | 8.69% | - |
| Tanvee Vijay | 8,68,450 | 8.68% | - |
| Ramesh Kumar Vijay and others(HUF) | 8,80,400 | 8.80% | - |
| Karan Vijay | 9,85,456 | 9.85% | - |
| Kamala Vijay | 4,66,667 | 4.67% | - |
| Vitika Vijay | 2,22,222 | 2.22% | - |
| Tanay Vijay | 55,556 | 0.56% | - |
| R R Family Trust | 9,33,333 | 9.33% | - |
| Primerose Foundation | 8,29,000 | 8.29% | - |
| Total | 94,74,333 | 94.74% | - |

For DAR CREDIT & CAPITAL LTD.

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Director

DAR CREDIT & CAPITAL LTD.

CIN : U65999WB1994PLC064438

Notes to standalone financial statements for the quarter ended 30th June, 2023

Note 3 : Reserves and Surplus

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|---|---|---------------------|---------------------|
| | | 31st March 2023 | 31st March 2022 |
| Securities Premium Reserve | 30,80,00,000 | 30,80,00,000 | 30,80,00,000 |
| General Reserve | | | |
| Balance at the beginning of the year | 13,79,65,000 | 12,79,65,000 | 11,79,65,000 |
| Additions: Transferred from from P&L | | 1,00,00,000 | 1,00,00,000 |
| Balance at the closing of the of the year | 13,79,65,000 | 13,79,65,000 | 12,79,65,000 |
| Reserve Fund (As per RBI Act) | | | |
| Balance at the beginning of the year | 5,16,58,997 | 4,62,15,818 | 4,11,00,554 |
| Additions: Transferred from from P&L | 31,30,477 | 54,43,180 | 51,15,264 |
| | 5,47,89,474 | 5,16,58,997 | 4,62,15,818 |
| Amalgamation Reserve | 84,94,394 | 84,94,394 | 84,94,394 |
| Balance of Statement of Profit and Loss A/c. | | | |
| Balance at the beginning of the year | 3,12,00,624 | 2,45,39,845 | 3,09,03,171 |
| Additions: Profit during the year | 1,25,21,906 | 1,17,72,719 | 1,04,61,055 |
| Less: Payment of Dividend | - | 50,00,003 | 50,00,003 |
| Less: taxes of earlier years | 52,176 | 1,11,937 | 1,18,24,378 |
| Balance at the closing of the of the year | 4,36,70,354 | 3,12,00,624 | 2,45,39,845 |
| Total | 55,29,19,222 | 53,73,19,016 | 51,52,15,057 |

Note:

1. In Companies Act, 2013, it was mandatory to transfer the profit to general reserve before declaring dividend but first proviso to section – 123(1) of Companies Act, 2013 provides that it is the discretion of the company to transfer the profits to reserve at such rate as it deems fit before declaring dividend. (In PY, 31st March, 2022 Rs. 1 crores, was transferred to General Reserve).

2. Dividend proposed for the FY 2021-22 and paid in the FY 2022-23 Rs. 0.50 per equity share, totalling to Rs. 50 Lakhs.

Note 4 : Long Term Borrowings

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|-------------------------------------|---|--------------------|------------------|
| | | 31st March 2023 | 31st March 2022 |
| Secured : | | | |
| (a) Term Loan | | | |
| (I) From Banks- Vehicle Loan | | | |
| HDFC Bank Ltd. | 59,20,394 | 63,82,938 | 30,08,565 |
| State Bank of India | 5,85,639 | 6,91,375 | 10,98,711 |
| Axis bank | 18,70,788 | 21,34,615 | 31,37,023 |
| Total (A) | 83,76,821 | 92,08,928 | 72,44,299 |

For DAR CREDIT & CAPITAL LTD.

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Director

DAR CREDIT & CAPITAL LTD.

CIN : U65999WB1994PLC064438

Notes to standalone financial statements for the quarter ended 30th June, 2023

| | | | |
|--|-----------------------|-----------------------|---------------------|
| (II) From Banks | | | |
| Bandhan Bank Ltd. | 10,23,32,618 | 11,52,78,854 | 5,58,93,510 |
| AU Small Finance Bank | - | - | 2,36,92,842 |
| Punjab National Bank (erstwhile UBI) | 3,96,16,986 | 4,50,00,000 | 6,50,00,000 |
| SIDBI | 4,00,00,000 | 4,00,00,000 | 5,00,00,000 |
| CSB Bank | - | 1,23,575 | 2,62,49,938 |
| ESAF Small Finance Bank | 2,99,94,000 | 3,42,81,000 | 5,00,00,000 |
| State Bank of India | 34,11,10,216 | 37,14,33,359 | 12,95,10,563 |
| Total (B) | 55,30,53,820 | 60,61,16,788 | 40,03,46,853 |
| (III) From Others | | | |
| Total (C) | 47,04,29,969 | 41,07,00,380 | 36,36,95,364 |
| | 1,03,18,60,610 | 1,02,60,26,096 | 77,12,86,517 |
| Less: Current maturities of Long-term borrowings | 41,60,81,388 | 38,30,22,667 | 41,54,81,059 |
| (b) Debentures | | | |
| Total (D) | 13,95,05,346 | 13,88,04,026 | 13,19,21,970 |
| Total (a+b) | 75,52,84,568 | 78,18,07,455 | 48,77,27,427 |

Note:

Secured

1. Term Loans from Banks

a) For purchase of vehicles

The loans has been secured by hypothecation of assets acquired out of the proceeds of loan. The payment is made on EMI and average interest rate on such loan is 13% p.a. The loan in this category shall be repaid in full by the end of year 2025.

b) Others

The loans has been secured by hypothecation of Debtors and Personal Guarantees. The payment is made on EMI and average interest rate on such loans is 12.50% p.a. Most of the loan in this category shall be repaid in full by the end of year 5 year except for loan with Punjab National Bank (United Bank of India) which shall be repaid in full by the end of year 2025.

2. Term Loans from Others

The loans has been secured by hypothecation of Debtors and Personal Guarantees. The payment is made on EMI and average interest rate on such loans is 14.76% p.a. Most of the loan in this category shall be repaid in full by the end of year 2025.

3. Secured redeemable Debentures against Book debt. (Face value Rs. 5 Lakhs per unit)

| Particulars | Date of Issue | Date of Redemption | Date of Redemption | Amount in Rs. |
|--|---------------|--------------------|--------------------|---------------------|
| 3 Years, 12.25% Cumulative redeemable debentures | Feb' 2021 | Jan' 2024 | Jan' 2024 | 2,00,00,000 |
| 3 Years, 12.00% Non-cumulative redeemable debentures | Feb' 2021 | Jan' 2024 | Jan' 2024 | 3,20,00,000 |
| 5 Years, 12.25% Cumulative redeemable debentures | Feb' 2021 | Jan' 2026 | Jan' 2026 | 2,75,00,000 |
| 5 Years, 12.00% Non-cumulative redeemable debentures | Feb' 2021 | Jan' 2026 | Jan' 2026 | 4,55,00,000 |
| Total | | | | 12,50,00,000 |

For DAR CREDIT & CAPITAL LTD.

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Director

DAR CREDIT & CAPITAL LTD.

CIN : U65999WB1994PLC064438

Notes to standalone financial statements for the quarter ended 30th June, 2023

Note 5: Long-term provisions

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|--|--------------------------------------|--------------------|-----------------|
| | | 31st March 2023 | 31st March 2022 |
| Provision for gratuity | | | |
| Non-Current Defined Benefit Obligation | 9,24,822 | 9,24,822 | 8,01,876 |
| Total | 9,24,822 | 9,24,822 | 8,01,876 |

Note 6 : Short Term Borrowings

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|--|--------------------------------------|---------------------|---------------------|
| | | 31st March 2023 | 31st March 2022 |
| (a) Secured | | | |
| Cash Credit : | | | |
| State Bank of India | - | - | 14,23,71,565 |
| Bank Overdraft : | | | |
| Punjab National Bank | - | - | 1,00,16,705 |
| Bandhan Bank | 2,38,759 | 1,80,00,000 | - |
| ESAF Bank | - | 90,00,000 | - |
| State Bank of India | 2,65,61,243 | 2,39,98,602 | - |
| | 2,68,00,002 | 5,09,98,602 | 15,23,88,270 |
| (b) Unsecured : | | | |
| From Inter Corporates | 25,00,000 | 25,00,000 | 1,20,82,237 |
| | 25,00,000 | 25,00,000 | 1,20,82,237 |
| (c) Current maturities of long term borrowings: | 41,60,81,388 | 38,30,22,667 | 41,54,81,059 |
| Total (a+b+c) | 44,53,81,390 | 43,65,21,269 | 57,99,51,566 |

Note:

Secured

1. Cash credit

The loan has been secured by hypothecation of Book Debts, Immovable Assets & FD. An average interest rate charged by bank on such loan is 10.64% p.a.

2. Bank Overdraft

The loan has been secured by hypothecation of FD. An average interest rate charged by bank on such loan is 7.09% p.a.

Note 7: Trade Payables

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|--|--------------------------------------|--------------------|------------------|
| | | 31st March 2023 | 31st March 2022 |
| Sundry Creditors for Goods & services | | | |
| Total outstanding dues of micro enterprises and small enterprises | - | - | - |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | 73,99,360 | 49,12,223 | 69,18,722 |
| Total | 73,99,360 | 49,12,223 | 69,18,722 |

For DAR CREDIT & CAPITAL LTD.

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Director

DAR CREDIT & CAPITAL LTD.

CIN : U65999WB1994PLC064438

Notes to standalone financial statements for the quarter ended 30th June, 2023

Trade Payables ageing schedule

| Particulars | Outstanding for following period from due date of payment | | | | |
|-----------------------------|---|--------------|-----------|-------------------|-----------|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | Total |
| (i) MSME | - | - | - | - | - |
| (ii) Others | 22,19,807.87 | 51,79,551.71 | - | - | 73,99,360 |
| (iii) Disputed dues - MSME | - | - | - | - | - |
| (iv) Disputed dues - Others | - | - | - | - | - |

Note 8: Other Current Liabilities

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|--------------------------|--------------------------------------|--------------------|------------------|
| | | 31st March 2023 | 31st March 2022 |
| Other Payables | | | |
| Audit Fees | 3,37,500 | 5,25,000 | - |
| Statutory dues payable | 15,94,477 | 13,68,610 | 9,88,261 |
| Salary Payable | 19,61,339 | 13,54,405 | 15,27,987 |
| Liabilities for Expenses | 32,00,000 | | |
| Others | 19,13,051 | 3,30,868 | 4,27,063 |
| Total | 90,06,366 | 35,78,882 | 29,43,310 |

Note 9: Short Term Provisions

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|--|--------------------------------------|--------------------|--------------------|
| | | 31st March 2023 | 31st March 2022 |
| Provision for Gratuity | | | |
| Current Defined Benefit Obligation | 4,248 | 4,248 | 4,713 |
| | 4,248 | 4,248 | 4,713 |
| Provision for Bad & Doubtful Debts | 75,02,578 | 67,02,578 | 53,34,609 |
| Contingent Provisions against Standard Assets (As per RBI Rules) | 56,11,108 | 56,11,108 | 56,11,108 |
| Provision for Tax (Current year) | - | - | - |
| Total | 1,31,17,934 | 1,23,17,934 | 1,09,50,430 |

Note 11: Non Current Investments

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|--|--------------------------------------|--------------------|--------------------|
| | | 31st March 2023 | 31st March 2022 |
| Un-Quoted Equity Shares valued at Cost: | | | |
| In wholly owned subsidiary | | | |
| Dar Credit Micro Finance Pvt. Ltd. | - | - | 5,00,00,000 |
| 50 Lakhs shares of Rs 10 each | | | |
| Other Investments | | | |
| ARCL Organics Ltd. | 84,000 | 84,000 | 84,000 |
| 8400 shares of Rs 10 each | | | |
| Total | 84,000 | 84,000 | 5,00,84,000 |

for DAR CREDIT & CAPITAL LTD.

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Director

DAR CREDIT & CAPITAL LTD.

CIN : U65999WB1994PLC064438

Notes to standalone financial statements for the quarter ended 30th June, 2023

I. Equity shares are carried at cost having face value of Rs 10 each

Note 12: Deferred Tax Asset (Net)

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|---|--------------------------------------|--------------------|------------------|
| | | 31st March 2023 | 31st March 2022 |
| Opening Deferred Tax Asset | 59,62,462 | 66,00,561 | 80,75,043 |
| Add/(Less): Deferred Tax Asset created/(reversed) during the year | (1,07,151) | (6,38,099) | (14,74,482) |
| Closing Deferred Tax Asset | 58,55,311 | 59,62,462 | 66,00,561 |

Note 13: Long Term Loans and Advances

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|---|--------------------------------------|---------------------|---------------------|
| | | 31st March 2023 | 31st March 2022 |
| Unsecured, considered good Loans (other than related parties) | 66,35,21,650 | 66,37,65,297 | 74,06,37,157 |
| Total | 66,35,21,650 | 66,37,65,297 | 74,06,37,157 |

Note 14: Other Non-current assets

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|--|--------------------------------------|--------------------|---------------------|
| | | 31st March 2023 | 31st March 2022 |
| Security Deposit (Maturing after 12 months from Balance Sheet date - with Bank) In Lien | 10,90,83,289 | 9,87,10,832 | 12,93,71,717 |
| Total | 10,90,83,289 | 9,87,10,832 | 12,93,71,717 |

Note 15: Current Investments

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|---|--------------------------------------|--------------------|---------------------|
| | | 31st March 2023 | 31st March 2022 |
| (a) Quoted Mutual Fund valued at Cost: | 2,61,12,309 | 2,61,12,309 | 8,61,12,309 |
| Aggregate NAV of Mutual Fund | 2,76,45,285 | 2,76,45,285 | 8,62,90,639 |
| (b) In Debentures | 2,70,19,560 | 2,70,19,560 | 2,84,86,320 |
| (c) In Real Estate Venture Capital Fund | 47,04,608 | 47,04,608 | 49,07,584 |
| Total (a+b+c) | 5,78,36,477 | 5,78,36,477 | 11,95,06,213 |

For DAR CREDIT & CAPITAL LTD.

Director

DAR CREDIT & CAPITAL LTD.

CIN : U65999WB1994PLC064438

Notes to standalone financial statements for the quarter ended 30th June, 2023

Note- 16.1 :Cash and Cash Equivalents

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|--|--------------------------------------|---------------------|---------------------|
| | | 31st March 2023 | 31st March 2022 |
| (a) Balances with Banks | | | |
| On Current Accounts | 4,31,91,881 | 5,95,70,683 | 7,00,69,797 |
| Fixed Deposits (Maturing within 3 months from BS date) | 16,21,62,340 | 16,56,00,721 | 6,98,16,197 |
| | 20,53,54,221 | 22,51,71,404 | 13,98,85,994 |
| (b) Cash-in Hand | | | |
| Cash Balances | 4,51,112 | 20,59,657 | 10,61,168 |
| Total (a+b) | 20,58,05,333 | 22,72,31,061 | 14,09,47,162 |

Note- 16.2 :Bank balances other than Cash and Cash Equivalents

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|---|--------------------------------------|---------------------|--------------------|
| | | 31st March 2023 | 31st March 2022 |
| Fixed deposits with banks (maturing after period of 3 months - In Lien with Bank) | 7,45,49,068 | 11,18,21,348 | 1,57,86,095 |
| Total | 7,45,49,068 | 11,18,21,348 | 1,57,86,095 |

Note- 17: Short-Term Loans and Advances

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|---|--------------------------------------|---------------------|---------------------|
| | | 31st March 2023 | 31st March 2022 |
| Other Loans and Advances : | | | |
| A. Unsecured, Considered good | | | |
| (a) Loans : | | | |
| To Individuals | 60,92,46,089 | 57,91,82,235 | 35,54,47,756 |
| To Inter Corporates | 1,95,68,813 | 2,06,27,737 | 3,69,39,367 |
| | 62,88,14,902 | 59,98,09,972 | 39,23,87,123 |
| (b) Advances : | | | |
| Advances recoverable in cash or in kind or for value to be received | 91,69,160 | 63,59,904 | 50,22,465 |
| | 91,69,160 | 63,59,904 | 50,22,465 |
| Total | 63,79,84,062 | 60,61,69,876 | 39,74,09,588 |

Note- 18: Other Current Assets

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|---|--------------------------------------|--------------------|--------------------|
| | | 31st March 2023 | 31st March 2022 |
| Unsecured, considered good | | | |
| Advance Tax & TDS Receivable (Net of Provision for Tax) | 90,54,408 | 6,37,235 | 93,50,538 |
| Interest Receivable | 3,11,60,287 | 41,68,323 | 59,78,362 |
| Other Balances with Revenue Authorities | 48,25,575 | 1,50,74,647 | 30,75,467 |
| Total | 4,50,40,270 | 1,98,80,206 | 1,84,04,367 |

Note- Other Balances with Revenue authorities include Input Tax Credit balances of GST.

Note- Advance Tax & TDS is Net of with Provision for Current Assets instead of disclosing separately.

For **DAR CREDIT & CAPITAL LTD.**

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Director

DAR CREDIT & CAPITAL LTD.

CIN : U65999WB1994PLC064438

Notes to standalone financial statements for the quarter ended 30th June 2023

Note 10: Property, Plant and Equipment

| Particulars | Gross Block | | | Accumulated Depreciation | | Net Block | |
|--------------------------------------|-------------------------------|--------------------|------------------|-------------------------------|------------------|-------------------------------|--------------------------------|
| | Balance as at 1st April, 2022 | Additions | Disposals | Balance as at 30th June, 2023 | On disposals | Balance as at 30th June, 2023 | Balance as at 31st March, 2023 |
| Property, Plant and Equipment | | | | | | | |
| Buildings | 2,27,29,121 | - | - | 2,27,29,121 | - | 31,98,428 | 1,96,20,473 |
| Office Building | 3,70,06,556 | - | - | 3,70,06,556 | - | 29,55,287 | 3,41,97,445 |
| Furniture and Fixtures | 2,32,68,609 | - | - | 2,32,68,609 | - | 76,34,025 | 1,61,84,710 |
| Vehicles | 2,61,85,402 | - | 7,55,590 | 2,54,29,812 | 7,07,720 | 1,07,09,380 | 1,51,81,195 |
| Office Equipment | 20,15,255 | - | - | 20,15,255 | - | 21,59,777 | 2,47,022 |
| Air Conditioner | 7,00,234 | - | - | 7,00,234 | - | 6,67,362 | 32,873 |
| Computer | 20,86,831 | 30,781 | - | 21,17,612 | - | 16,40,811 | 43,176 |
| Total | 11,39,92,008 | 30,781 | 7,55,590 | 11,32,67,199 | 7,07,720 | 2,89,92,998 | 8,59,20,041 |
| Previous Year | 10,80,69,024 | 1,09,40,984 | 48,78,100 | 11,41,31,908 | 59,04,372 | 2,82,11,867 | 8,57,61,529 |

DAR CREDIT & CAPITAL LTD.

Director

DAR CREDIT & CAPITAL LTD.

CIN : U65999WB1994PLC064438

Notes to standalone financial statements for the quarter ended 30th June, 2023

Note- 19 - Revenue from Operations

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|-------------------------------------|---|---------------------|---------------------|
| | | 31st March 2023 | 31st March 2022 |
| Interest | | | |
| Interest on Loan | 8,01,32,017 | 21,91,72,698 | 22,36,21,421 |
| Overdue Interest | 15,59,189 | 84,55,366 | 64,63,877 |
| | 8,16,91,206 | 22,76,28,064 | 23,00,85,298 |
| Other Financial Services | | | |
| Interest on Fixed Deposit with Bank | 38,91,466 | 99,95,006 | 49,32,919 |
| Interest on Other Deposit | 7,08,800 | 24,65,355 | 42,99,914 |
| Processing Fee | 22,06,736 | 78,39,406 | 29,47,943 |
| | 68,07,002 | 2,02,99,767 | 1,21,80,775 |
| Total | 8,84,98,208 | 24,79,27,831 | 24,22,66,073 |

Note- 20 - Other Income

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|--|---|--------------------|------------------|
| | | 31st March 2023 | 31st March 2022 |
| Dividend Income | - | 4,781 | - |
| Rent Received | 2,21,247 | 8,89,649 | 7,57,456 |
| Interest Income | - | 33,08,620 | 54,42,629 |
| Profit on sale of mutual fund (securities) | 1,96,409 | 7,55,803 | 31,125 |
| Profit on Sale of Assets | 29,306 | 23,62,441 | 3,01,753 |
| Miscellaneous Receipts | 18,874 | 44,851 | 4,35,531 |
| Total | 4,65,836 | 73,66,145 | 69,68,495 |

Note -21 - Employee Benefit Expenses

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|---|---|--------------------|--------------------|
| | | 31st March 2023 | 31st March 2022 |
| Salaries,wages and Bonus | 68,80,597 | 2,75,20,050 | 2,77,97,411 |
| Contribution to provident & other funds | 6,42,060 | 27,69,700 | 15,09,203 |
| Directors Remuneration | 17,74,120 | 34,27,522 | 31,07,539 |
| Staff Welfare Expenses | 11,52,286 | 47,85,766 | 45,67,876 |
| Total | 1,04,49,063 | 3,85,03,038 | 3,69,82,029 |

Note-22 - Finance Cost

| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
|------------------------------------|---|---------------------|---------------------|
| | | 31st March 2023 | 31st March 2022 |
| Interest on Cash Credit | 2,569 | 35,50,674 | 2,05,57,946 |
| Interest on Term Loan | 3,41,14,835 | 9,76,97,586 | 8,28,42,008 |
| Interest on Loan - Against Vehicle | 1,64,405 | 8,15,571 | 5,27,197 |
| Interest on Debentures | 17,85,106 | 1,62,95,778 | 1,57,13,567 |
| Interest on Bank Overdraft | 62,080 | 3,76,949 | 2,10,856 |
| Interest on unsecured loan | 75,000 | 7,21,871 | 3,00,000 |
| Bank Charges | 3,42,528 | 27,86,941 | 11,14,742 |
| Total | 3,65,46,523 | 12,22,45,369 | 12,12,66,316 |

For DAR CREDIT & CAPITAL LTD.

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Director

| DAR CREDIT & CAPITAL LTD. | | | |
|--|---|--------------------|--------------------|
| CIN : U65999WB1994PLC064438 | | | |
| Notes to standalone financial statements for the quarter ended 30th June, 2023 | | | |
| Note -23 - Provisions and Contingencies | | | |
| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
| | | 31st March 2023 | 31st March 2022 |
| Provision for Bad & Doubtful Debts (As per RBI Rules) | 8,00,000 | 13,67,969 | 16,00,000 |
| Provisions for Gratuity (As per Actuarial Valuation) | - | 1,22,481 | 2,74,034 |
| Total | 8,00,000 | 14,90,450 | 18,74,034 |
| Note 24 - Other Expenses | | | |
| Particulars | For the quarter ended 30th June 2023 | For the year ended | |
| | | 31st March 2023 | 31st March 2022 |
| Advertisement | 10,965 | 1,45,903 | 1,18,182 |
| Audit Fees | 62,500 | 5,25,000 | 5,00,000 |
| Collection Charges | 13,50,853 | 22,06,682 | 20,45,710 |
| Business Procurement Expenses | 16,18,065 | 33,55,000 | 33,21,465 |
| Commission and Brokerage | 42,000 | 13,63,350 | 19,01,200 |
| Computer Hire & Maintenance Charges | 4,51,083 | 8,31,649 | 8,74,050 |
| CSR Expenditure | - | 10,20,000 | 11,96,343 |
| Consultancy Fee | 1,30,000 | 64,500 | 12,48,574 |
| Business Development and Promotion Exp. | 21,19,603 | 18,01,989 | 31,75,874 |
| Camp Office Expenses | 20,65,696 | 59,18,915 | 61,42,510 |
| Electricity & Water | 1,42,327 | 4,75,657 | 4,26,225 |
| Entertainment | 4,99,703 | 6,32,247 | 9,25,267 |
| Insurance | 1,31,740 | 5,17,003 | 1,77,877 |
| Training and Probation | 2,68,198 | 8,06,860 | 6,64,696 |
| Legal Expenses | 3,82,324 | 6,72,251 | - |
| Loss on sale of securities | - | - | 3,736 |
| Late Fee | 200 | 26,100 | 40,437 |
| Market Survey Expenses | - | 8,92,650 | 7,34,212 |
| Office Maintenance | 42,64,988 | 1,06,53,744 | 75,05,337 |
| Rent | 5,51,958 | 15,66,130 | 15,52,726 |
| Printing & Stationery | 1,41,851 | 2,21,227 | 2,20,264 |
| Membership & subscriptions | 86,220 | 3,64,587 | 2,17,478 |
| Rating Expenses | - | 2,55,000 | 3,52,275 |
| Postage & courier | 49,102 | 2,04,833 | 74,151 |
| Software Charges | 1,86,960 | 12,45,242 | 7,60,107 |
| Telephone & Fax | 73,186 | 2,62,014 | 2,39,246 |
| Travelling & Conveyance expense | 3,27,165 | 22,28,971 | 21,80,269 |
| Vehicle Maintenance | 12,28,494 | 46,64,514 | 35,35,783 |
| Professional Fees | 2,05,069 | 9,95,111 | 31,58,162 |
| Processing Fees | 21,18,006 | 46,07,000 | 37,35,000 |
| Rates & Taxes | 1,46,112 | 9,55,643 | 5,26,737 |
| Donation | 2,550 | 38,800 | - |
| Bad Debt Written off | (5,000) | 10,41,624 | - |
| Foreign Exchange Loss | - | 1,414 | - |
| Miscellaneous Expenses | 1,54,362 | 44,534 | 5,63,677 |
| Total | 1,58,06,281 | 5,06,06,143 | 4,81,17,569 |
| Audit Fees: | | | |
| Statutory audit | 62,500 | 2,75,000 | 2,50,000 |
| Tax audit | - | 50,000 | 50,000 |
| For other services | - | 2,00,000 | 2,00,000 |
| | 62,500 | 5,25,000 | 5,00,000 |

For DAR CREDIT & CAPITAL LTD.

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Director

DAR CREDIT & CAPITAL LTD.

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Notes to standalone financial statements for the quarter ended 30th June, 2023

Note 25: Additional Notes to Financial Statements:

1. Directions of Reserve bank of India

The Company has followed the directions prescribed by Reserve Bank of India for Non-Banking Financial Companies

2. Segment Reporting:

The Company is engaged mainly in the business of financing. Since all activities are related to the main activity, there are no reportable segments as per Accounting Standard on Segment Reporting (AS-17).

3. Related Party Disclosures as per AS – 18 are as follow:

(a) Name of the related parties with relationship:

- i) Mr. Ramesh Kumar Vijay, Chairman - Key Management Personnel
- ii) Mr. Rajkumar Vijay, Director – Key Management Personnel
- iii) Mrs. Rakshita Vijay - Relative of Key Management Personnel
- iv) Mrs. Kusum Vijay - Relative of Key Management Personnel
- v) Mrs. Nikita Vijay - Relative of Key Management Personnel
- vi) Mrs Sushma Khemka - Relative of Director
- vii) Mr. Umesh Khemka- Director
- vi) Ms Tanvi Vijay - Relative of Director
- vi) Mr Karan Vijay - Relative of Director

(b) i) Transactions during the year in the ordinary course of business.

| Particulars | For the period ended 30th June, 2023 | | For the year ended 31st March, 2022 | |
|-------------------------|--------------------------------------|--------------------|-------------------------------------|---------------------|
| | (KMP) | (Relative of KMP) | (KMP) | (Relative of KMP) |
| Director's Remuneration | 16,24,120 | - | 33,27,522 | - |
| Salary | - | 9,53,640 | - | 37,36,478 |
| Total | 16,24,120.00 | 9,53,640.00 | 33,27,522.00 | 37,36,478.00 |

(b) ii) Amount outstanding at the end of the year.

| Particulars | As at 31st March, 2023 | | As at 31st March, 2022 | |
|-------------------------|------------------------|-------------------|------------------------|-------------------|
| | (KMP) | (Relative of KMP) | (KMP) | (Relative of KMP) |
| Director's Remuneration | 1,58,350 | - | 68,350.00 | - |
| Salary | - | - | - | 40,000.00 |
| Total | | | | |

4. Earning Per Share:

| Sr. No. | Particulars | As at 30th June, 2023 | As at 31st March, 2023 |
|---------|---|-----------------------|------------------------|
| (a) | Net profit attributable to the shareholders | 1,56,52,383 | 2,72,15,899 |
| (b) | Weighted average no. of equity share of face value of ₹ 10/- each | 1,00,00,000 | 10,00,00,000 |
| | Basic Earnings per Share/ Diluted Earning Per Share | 1.57 | 0.27 |

5. Contingent Liabilities:

Claim against the company not acknowledged as debt.

In Income Tax, an appeal has been filed by the Company against the Assessment Order of the Company for the AY 2017-18 amounting to Rs. 5,91,70,832/- which is pending before Commissioner (Appeal- III).

For DAR CREDIT & CAPITAL LTD.

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Director

DAR CREDIT & CAPITAL LTD.

CIN : U65999WB1994PLC064438

Notes to standalone financial statements for the quarter ended 30th June, 2023

6. Disclosure pursuant to RBI Notification - RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated 24th September, 2021

- (a) The company has not transferred through assignment any loans (not in default) in respect of financial year ended 31st March, 2023.
 (b) If the company has acquired any loans through assignment during the year ended 31st March, 2023
 (c) The company has not transferred any stressed loans during the Financial year 2022-23
 (d) The company has not acquired any stressed loans during the Financial year 2022-23

7. Note on Corporate Social Responsibility

- (i) The amount required to be spent by the company during the financial year 2023-24 (1st April 2023 - 30th June 2023) in accordance with the provisions of section 135 of Companies Act, 2013 we are not eligible for the same.
 (ii) The amount of expenditure actually incurred by the company in respect to Corporate Social Responsibility during the financial year 2022 - 23 was Rs 10,20,000/-
 (iii) There was no of CSR expenditure by the company during the Quarter I of the financial year.
 (iv) There was no shortfall in CSR expenditure in respect of previous financial years by the company.

8. Ind AS note:

During the year 2020-21, the Company issued Redeemable Non-Convertible Debentures of face value of Rs. 5 Lakh each on private placement basis aggregating to a base issue size of Rs. 12.50 Crores and listed these securities on Debt Market (DM) of Bombay Stock Exchange (BSE). Refer Note 4 - Long Term Borrowings for details. In relation to the same, the Company has taken note of Rule 2A as inserted by "Companies (Specification of definition details) Second Amendment Rules, 2021" dated 19th February 2021 effective 1st April 2021, which states that "Private companies which have listed their non-convertible debt securities on private placement basis on a recognized stock exchange in terms of SEBI (Issue and Listing of Debt Securities) Regulations, 2008" shall not be regarded as listed companies. Considering the fact that the Company has no other securities listed except the aforementioned debt securities, and the relaxation provided by Ministry of Corporate Affairs (MCA) to such Companies, the Company has decided not to apply IndAS and rather continue using existing Accounting Standards while preparing its standalone/ consolidated financial statements.

9. Additional Regulatory Information

Ratios

| Ratio | Numerator | Denominator | Current Year | Previous Year |
|---------------------------------------|-------------------------------------|----------------------------|--------------|---------------|
| (a) Current Ratio | Total Current assets | Total Current liabilities | 2.15 | 2.24 |
| (b) Debt-Equity Ratio | Total borrowings | Shareholders funds | 1.84 | 1.91 |
| (c) Debt service coverage Ratio | Earnings available for debt service | Debt service | 0.13 | 0.33 |
| (d) Return on Equity Ratio (in %) | Profit for the Year | Average Shareholders funds | 2% | 4% |
| (e) Net capital turnover Ratio | Revenue from operations | Average working capital | 0.45 | 0.44 |
| (f) Net Profit Ratio (in %) | Net Profit | Revenue from operations | 6% | 11% |
| (g) Return on Capital employed (in %) | Earnings before Interest & Tax | Capital Employed | 3% | 9% |
| (h) Return on Investment (in %) | Net Profit | Capital Employed | 158% | 131% |

10. Foreign Exchange Transactions

The company has no unhedged foreign currency exposures as per the NBFC regulation,

11. Previous Year's Figures

Previous year's figure has been regrouped/rearranged/reclassified wherever considered necessary.

Signature to Notes "01" to "25"

For KASG & Co.
 Chartered Accountants
 Firm Regn. No.: 002228C

Roshan Kumar Bajaj
 Membership No.: 068523

Place: Kolkata
 Date:

For and on behalf of the Board
DAR Credit and Capital Limited

Chairman  **DAR CREDIT & CAPITAL LTD.**

Director & CEO

CFO

Company Secretary 

 Director