

**Date: November 10, 2023**

**To,**  
**BSE Limited**  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort,  
Mumbai-400001.

**Scrip Code: 974255, ISIN: INE366T07097**

**Scrip Code: 974421, ISIN: INE366T07113**

**Sub: Outcome of Board Meeting held for approval of Unaudited Financial Results (Standalone) of the Company for the quarter and half year ended on September 30, 2023.**

Dear Sir/Madam,

With respect to subject mentioned herein above, we are pleased to inform you that our Board of Directors in their meeting held on 10.11.2023 have approved the following:

- (i) Unaudited Financial Results (Standalone) of the Company for the quarter and half year ended on September 30, 2023.

The Board Meeting commenced at 02:50 P.M. and concluded at 04:30 P.M.

You are hereby requested to take it on your record.

Thanking You,

**FOR AND ON BEHALF OF  
LIGHT MICROFINANCE PRIVATE LIMITED**

**MS. MADHAVI GAJJAR  
CHIEF COMPLIANCE OFFICER & COMPANY SECRETARY  
(M. NO. A54522)**

**Independent Auditor's Review Report on the Unaudited Financial Results of the Company pursuant to regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended**

To  
**The Board of Directors of  
Light Microfinance Private Limited.**

1. We have reviewed the accompanying statement of Unaudited Financial Results of the Light Microfinance Private Limited ('the Company') for the quarter and half year ended September 30, 2023 ('the Statement').
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ('Ind AS 34') prescribed under Section 133 of the Companies Act, 2013 ('the Act') as amended, read with and relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. Our responsibility is to issue a report on this Statement based on our review.
3. We conducted our review 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 Statement is 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard ('Ind AS') prescribed under Section 133 of the Act read with relevant rules issued thereunder and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of the Regulation 52 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended 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, assets classification, provisioning and other related matters.

3rd Floor, Mistry Bhavan, Dinshaw Vachha Road, Churchgate, Mumbai 400 020, India. Tel: +91 22 6623 0600

501-502, Narain Chambers, M.G. Road, Vile Parle (E), Mumbai 400 057, India. Tel: +91 22 6250 7600

Website: [www.cnkindia.com](http://www.cnkindia.com)

**5. Emphasis of Matters**

We draw attention to the note no.6 wherein Company has disclosed accounting treatment followed on derecognition of loans in its entirety upon assignment. However, our conclusion is not modified in respect of this matter.

**For C N K & Associates LLP**

Chartered Accountants

Firm Registration No. 101961W/W-100036

HIREN  
CHINUBHAI  
SHAH

Digitally signed by  
HIREN CHINUBHAI  
SHAH  
Date: 2023.11.10  
14:25:35 +05'30'

Hiren Shah

Partner

Membership No. 100052

UDIN: 23100052BGVUGP9040

Place: Mumbai

Date: November 10, 2023

LIGHT MICRO FINANCE PVT LTD							
CIN- U67120DL1994PTC216764							
Statement of Unaudited Financial Results for the quarter and half year ended September 30, 2023							
Sr no.	Particulars	Quarter ended			Half year ended		Year ended March 31, 2023 (Audited)
		September 30, 2023 (Unaudited)	June 30, 2023 (Unaudited)	September 30, 2022 (Unaudited)	September 30, 2023 (Unaudited)	September 30, 2022 (Unaudited)	
	<b>Revenue from operations</b>						
(a)	Interest income	10,881.53	9,527.07	5,210.14	20,408.60	9,360.05	24,346.42
(b)	Other operating income	1,683.57	1,741.49	1,384.24	3,425.06	2,522.59	4,238.48
<b>I</b>	<b>Total revenue from operation</b>	<b>12,565.10</b>	<b>11,268.56</b>	<b>6,594.38</b>	<b>23,833.66</b>	<b>11,882.64</b>	<b>28,584.90</b>
<b>II</b>	<b>Other income</b>	<b>227.01</b>	<b>163.37</b>	<b>0.83</b>	<b>390.38</b>	<b>0.93</b>	<b>514.06</b>
<b>III</b>	<b>Total income (I+II)</b>	<b>12,792.11</b>	<b>11,431.93</b>	<b>6,595.21</b>	<b>24,224.04</b>	<b>11,883.57</b>	<b>29,098.96</b>
	<b>Expenses</b>						
(a)	Finance cost	5,293.43	4,520.87	2,664.64	9,814.30	5,116.72	11,626.08
(b)	Impairment/(Reversal) of Impairment on Financial Instruments	1,017.74	540.09	(3,612.95)	1,557.83	(2,438.73)	(2,073.24)
(c)	Net loss on derecognition of financial instruments under amortised cost category	-	-	3,908.56	-	3,908.56	5,173.01
(d)	Employee Benefit Expense	2,864.10	2,719.69	1,597.40	5,583.79	3,263.29	7,875.73
(e)	Depreciation & Amortization Expenses	189.34	155.06	124.27	344.40	243.45	390.43
(f)	Other Expenses	1,105.34	897.96	821.54	2,003.31	1,396.26	2,862.11
<b>IV</b>	<b>Total Expenses (IV)</b>	<b>10,469.95</b>	<b>8,833.67</b>	<b>5,503.46</b>	<b>19,303.63</b>	<b>11,489.55</b>	<b>25,854.12</b>
<b>V</b>	<b>Profit/(loss) before tax (III-IV)</b>	<b>2,322.16</b>	<b>2,598.26</b>	<b>1,091.75</b>	<b>4,920.41</b>	<b>394.02</b>	<b>3,244.84</b>
	<b>Tax Expenses</b>						
	Current Tax	878.94	792.10	280.14	1,671.04	383.96	271.44
	Deferred Tax Charge / (Credit)	(390.75)	(182.75)	20.61	(573.51)	(281.82)	338.83
	Excess/(Short)Provisions of earlier year	36.18	-	-	36.18	-	(51.86)
<b>VI</b>	<b>Total tax expense (VI)</b>	<b>524.37</b>	<b>609.35</b>	<b>300.75</b>	<b>1,133.71</b>	<b>102.14</b>	<b>558.41</b>
<b>VII</b>	<b>Net profit/(loss) after tax (V-VI)</b>	<b>1,797.79</b>	<b>1,988.91</b>	<b>791.00</b>	<b>3,786.70</b>	<b>291.88</b>	<b>2,686.43</b>
<b>VIII</b>	<b>Other Comprehensive income/(loss)</b>						
(a)	(1) Items that will not be reclassified to profit and loss	(15.14)	(6.27)	(4.92)	(21.41)	(9.84)	(25.07)
	(2) Income tax relating to items that will not be reclassified to profit and loss	3.81	1.58	(1.24)	5.39	(2.48)	6.31
<b>(b)</b>	<b>Subtotal (a)</b>	<b>(11.33)</b>	<b>(4.69)</b>	<b>(6.16)</b>	<b>(16.02)</b>	<b>(12.32)</b>	<b>(18.76)</b>
	(1) Items that will be reclassified to profit and loss-Fair value income/(loss)on derivative financial instruments	200.35	(196.78)	-	3.57	-	-
	(2) Income tax relating to items that will be reclassified to profit and loss	(50.42)	49.53	-	(0.90)	-	-
<b>Subtotal (b)</b>		<b>149.93</b>	<b>(147.26)</b>	<b>-</b>	<b>2.67</b>	<b>-</b>	<b>-</b>
<b>Other Comprehensive income/(loss) (a+b)</b>		<b>138.59</b>	<b>(151.95)</b>	<b>(6.16)</b>	<b>(13.35)</b>	<b>(12.32)</b>	<b>(18.76)</b>
<b>IX</b>	<b>Total comprehensive income (comprising profit and other comprehensive income/ (loss))</b>	<b>1,936.39</b>	<b>1,836.97</b>	<b>784.84</b>	<b>3,773.34</b>	<b>279.56</b>	<b>2,667.67</b>
<b>X</b>	<b>Paid up equity share capital (face value of Rs. 10 per equity share)</b>						
<b>XI</b>	<b>Other equity as per balance sheet of previous accounting year</b>						
<b>XII</b>	<b>Earning per share (EPS) (face value of Rs. 10 per equity share)</b>	<b>10,779.68</b>	<b>10,779.68</b>	<b>10,779.68</b>	<b>10,779.68</b>	<b>10,779.68</b>	<b>10,779.68</b>
	Basic EPS *	7.18	7.94	3.16	15.12	1.17	10.72
	Diluted EPS *	2.38	2.64	1.04	4.99	0.38	3.53

\* The EPS and Diluted EPS for the quarters and half year ended are not annualised.

**LIGHT MICROFINANCE PVT LTD**  
**CIN- U67120DL1994PTC216764**  
**Statement of unaudited assets and liabilities as at September 30,2023**

*(Amount In lakhs)*

Particulars	As at September 30 2023 (Unaudited)	As at September 30 2022 (Unaudited)	As at March 31 2023 (Audited)
<b>ASSETS</b>			
<b>Financial assets</b>			
Cash and cash equivalents	27,737.14	3,713.52	13,630.64
Bank balances other than cash and cash equivalents	5,039.02	5,044.02	4,161.08
Derrivative Financial Instruments	3.57	-	-
Trade Receivables	66.36	118.63	91.67
Loans	1,65,502.84	96,520.48	1,43,532.99
Investments	987.40	11,722.09	3,526.27
Other financial assets	7,557.58	7,865.90	6,548.76
	<b>2,06,893.91</b>	<b>1,24,984.64</b>	<b>1,71,491.41</b>
<b>Non Financial Assets</b>			
Current tax assets (net)	26.53	-	39.42
Deferred tax asset (net)	1,371.12	1,404.99	793.12
Property, Plant & Equipment's	719.96	301.27	613.35
Right of Use	410.14	397.62	488.27
Intangible assets under development	52.30	61.93	126.97
Other Intangible assets	648.22	102.83	270.36
Other non-financial assets	324.84	189.47	211.58
	<b>3,553.12</b>	<b>2,458.11</b>	<b>2,543.07</b>
<b>Total Assets</b>	<b>2,10,447.03</b>	<b>1,27,442.76</b>	<b>1,74,034.48</b>
<b>LIABILITIES &amp; EQUITY</b>			
<b>Liabilities</b>			
<b>Financial Liabilities</b>			
Payables			
Trade Payables			
(i) Total outstanding dues of Micro enterprises and small enterprises	128.12	15.12	137.01
(ii) Total outstanding dues of creditors other than Micro enterprises and small enterprises	807.25	875.67	513.38
other payables			
Debt securities	19,863.46	12,575.00	20,720.60
Borrowings (other than Debt securities)	1,39,524.03	69,757.38	1,07,552.78
Subordinated Liabilities	3,000.00	3,000.00	3,000.00
Other financial liabilities	4,849.07	6,874.69	5,749.01
Lease liabilities	490.17	940.40	558.77
	<b>1,68,662.10</b>	<b>94,038.26</b>	<b>1,38,231.55</b>
<b>Non Financial Liabilities</b>			
Current tax liabilities (net)	781.89	136.95	-
Provisions	444.53	211.43	406.41
Other non Financial liabilities	4,803.20	3,348.73	3,411.31
	<b>6,029.62</b>	<b>3,697.11</b>	<b>3,817.72</b>
<b>Equity</b>			
Equity share capital	10,779.68	10,779.68	10,779.68
Other equity	24,975.63	18,927.71	21,205.53
	<b>35,755.31</b>	<b>29,707.39</b>	<b>31,985.21</b>
<b>Total liabilities and equity</b>	<b>2,10,447.03</b>	<b>1,27,442.76</b>	<b>1,74,034.48</b>

**LIGHT MICRO FINANCE PVT LTD**

**CIN- U67120DL1994PTC216764**

**Statement of unaudited cash flow for the half year ended September 30, 2023**

*(Amount In lakhs)*

<b>Particulars</b>	<b>September 30, 2023</b>	<b>September 30, 2022</b>
<b>Cash flow from Operating Activities</b>		
Profit Before tax	<b>4,920.41</b>	<b>394.02</b>
Depreciation and amortization	266.27	243.46
Gain on sale of units of Mutual Fund	(390.03)	(65.12)
Non Cash Employee Share Base Payment Expense	17.18	-
Loss/(Profit) on sale of Assets	(0.02)	(0.66)
<b>Operating Profit before Working Capital Changes</b>	<b>4,813.81</b>	<b>571.70</b>
Movements in Working Capital:		
Decrease/(Increase) in trade receivables	25.32	(30.00)
Decrease/(Increase) in loans	(21,969.85)	(16,880.28)
Decrease/(Increase) in other financial assets	(1,008.83)	(4,043.94)
Decrease/(Increase) in right of use	78.13	(14.81)
Decrease/(Increase) in other non financial assets	(113.25)	(104.76)
Increase/(Decrease) in trade payables	284.98	642.32
(Decrease)/Increase in other financial liabilities	(1,443.47)	4,920.81
(Decrease)/Increase in provisions	16.70	101.26
(Decrease)/Increase in other non financial liabilities	1,391.89	836.46
<b>Cash Generated/(Used in) Operations:</b>	<b>(17,924.56)</b>	<b>(14,001.24)</b>
Direct Taxes Paid (net of refunds)	912.45	(110.39)
<b>Net Cash Flow from/(used in) Operating Activities (A)</b>	<b>(18,837.01)</b>	<b>(13,890.85)</b>
<b>Cash flow from Investing Activities</b>		
Purchase of property, plant and equipment (net)	(441.15)	(278.10)
Redemption / (Purchase) of units of Mutual Funds (net)	390.03	65.12
(Increase)/Decrease in bank balance other than cash and cash equivalents	-	(337.97)
Decrease/(Increase) in Investment	2,538.87	(11,722.09)
(Increase) / Decrease in fixed deposits	(877.95)	-
Purchase of intangible asset	(484.01)	(28.43)
Intangible assets under development	74.67	(36.00)
Proceeds from disposal of property, plant and equipment	174.45	0.92
<b>Net Cash Flow from/(used in) Investing Activities (B)</b>	<b>1,374.93</b>	<b>(12,336.55)</b>
<b>Cash flow from Financing Activities</b>		
Debt securities (repaid)/issued (net)	(857.14)	(715.67)
Borrowings other than debt securities repaid (net)	31,971.23	1,393.71
Increase / (Payment) of lease liabilities	(68.60)	197.07
Proceeds from issuance Compulsory Convertible Preference Share (including premium)	-	19,796.97
(Decrease)/Increase in Interest accrued on borrowing	543.53	-
Expenditure on issuance of Compulsory Convertible Preference Share / Non Convertible Debenture	(20.44)	(202.57)
<b>Net Cash Flow from/(used in) financing Activities (C)</b>	<b>31,568.58</b>	<b>20,469.51</b>
<b>Net Increase/(decrease) in cash and cash equivalents</b>	<b>14,106.49</b>	<b>(5,757.89)</b>
<b>Cash and Cash equivalents at the beginning of the year</b>	<b>13,630.64</b>	<b>9,471.42</b>
<b>Cash and Cash equivalents at the end of the period</b>	<b>27,737.14</b>	<b>3,713.52</b>

## **Statement of unaudited financial results for the quarter and half year ended September 30, 2023**

### **Notes:**

1. The above results for the quarter and half year ended September 30, 2023 have been reviewed by the Audit Committee and approved by the Board of Directors in its meeting held on November 10, 2023.
2. The above financial results have been prepared in accordance with the requirement of Regulation 52 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended.
3. Information as required by Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is enclosed as Annexure I.
4. The unaudited financial Results of the Company for the quarter and half year ended September 30, 2023 have been subjected to limited review by the statutory auditors.
5. The Company operates in a single business segment i.e. lending to members, having similar risks and returns for the purpose of Ind AS 108 on 'operating segments'. The Company operates in a single geographical segment i.e. Domestic.
6. On derecognition of loans in its entirety upon assignment, as Ind AS 109 'Financial Instruments', the Company is required to recognise the difference between the carrying amount (measured at the date of derecognition) and the consideration received (including new asset obtained less any new liability assumed) as gain immediately in the statement of profit or loss.

The Company is of the view that the accounting treatment prescribed in Ind AS 109 increases the income at the time of assignment and leads to reporting higher earnings per share, potentially higher dividend pay-out and improved capital adequacy ratio. Therefore, based on the prudence concept, the Company has prepared the financial statements exercising their judgement under para 19 of Ind AS 1 'Presentation of financial statements' and has departed from the above mentioned requirement of Ind AS 109.

As per the current practice, such gains are recognised as 'unearned income on assigned loans' under the head 'other non-financial liabilities' as is amortised in the statement of profit and loss over the period of the underlying residual tenure of the assigned loan portfolio while related assets and liabilities are recorded at the fair value as per Ind AS requirement.

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

A) Details of loans not in default transferred through assignment during the half year ended September 30, 2023:

Amount in Lakhs	
Aggregate principal outstanding of loans transferred (Rs. In Lakhs)	36816.40
Weighted average maturity (in months)	19.07
Weighted average holding period (in months)	6.80
Average retention of beneficial economic interest (MRR)(%)	10%-7 transactions
Average coverage of tangible security (%)	NA
Rating wise distribution of loans transferred	Nil

B) The Company has not acquired any loans through assignment.

C) The Company has not transferred any non-performing assets(NPAs).

D) The Company has not acquired any stressed loan.

8. Disclosures pursuant to RBI Notification - RBI/DOR/2021-22/85 DOR.STR.REC.53/21.04.177/2021-22 - Master Direction – Reserve Bank of India (Securitisation of Standard Assets) Directions, 2021 – dated September 24, 2021.

Amount in Lakhs

Sr. No	Particulars	As at	As at
		September 30, 2023	March 31, 2023
1	No of SPVs sponsored by the NBFC for securitization transactions	1	1
2	Total amount of securitized assets as per books of the SPVs sponsored by the NBFC	167.83	1100.51
3	Total amount of exposures retained by the NBFC to comply with MRR as on the date of balance sheet		
	a) Off Balance-sheet Exposures		
	☒ First Loss		
	☒ Others		
	b) On Balance-sheet Exposures		
	☒ First Loss – Cash Collateral	-	175.00



	<input checked="" type="checkbox"/> Others- Over Collateral	51.74	437.51
4	Amount of exposures to securitization transactions other than MRR		
	a) Off-balance sheet exposures		
	i) Exposures to own securities		
	<input checked="" type="checkbox"/> First Loss		
	<input checked="" type="checkbox"/> Loss		
	ii) Exposures to third party securitizations		
	<input checked="" type="checkbox"/> First Loss		
	<input checked="" type="checkbox"/> Others		
	b) On-balance sheet exposures		
	i) Exposures to own securities		
	<input checked="" type="checkbox"/> First Loss		
	<input checked="" type="checkbox"/> Loss		
	ii) Exposures to third party securitizations		
	<input checked="" type="checkbox"/> First Loss		
	<input checked="" type="checkbox"/> Others		

9. Information as required by Regulation 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015: Security cover available as on September 30, 2023 in case of Secured non-convertible debentures issued by the Company is 1.13 times. The secured non-convertible debentures issued by the Company are fully secured by creation and maintenance of Exclusive charge on loans of the Company, to the extent as stated in the respective Information Memorandum.

10. Details of resolution plan implemented under Resolution Framework for COVID-19 related Stress as per RBI circular dated August 06,2020 (Resolution Framework 1.0) and May 05,2021 (Resolution Framework 2.0) as at September 30,2023 are given below:

Type of borrowers	Exposure to accounts classified as Standard consequent to implementation of resolution plan-Position as at the end	Of(A) aggregate debt that slipped into NPA during the half-year	Of(A) amount written off during the half-year	Of(A) amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of Resolution plan-Position as at the end of the previous half-year i.e.

	of previous half year i.e. March 31,2023				September 30,2023
	(A)	(B)	(C)	(D)	(E)
Personal Loans	-	-	-	-	-
Corporate Persons*/ **	-	-	-	-	-
Of which, MSMEs	-	-	-	-	-
Others	13.50	10.48	-	2.05	1.35
<b>Total</b>	<b>13.50</b>	<b>10.48</b>	<b>-</b>	<b>2.05</b>	<b>1.35</b>

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

\*\*includes restructuring implemented during the quarter ended June 2021 and September 2021 under the Resolution Framework 1.0 and 2.0.

11. Previous year / periods figures have been regrouped / rearranged, wherever considered necessary, to conform with current periods classification.

**For and on behalf of the Board of Directors of Light Microfinance Private Limited**

DEEPAK  
ISHWARBHAI  
AMIN

Digitally signed by  
DEEPAK ISHWARBHAI  
AMIN  
Date: 2023.11.10  
14:20:40 +05'30'

**Deepak Amin**

Managing Director

(DIN- 01289453)

Place: Ahmedabad

Date: 10<sup>th</sup> November, 2023

**Annexure - I**

**Additional Information as required under Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (amended) , for the half year ended September 30, 2023**

<b>Sr No.</b>	<b>Particulars</b>	<b>Ratio</b>
1	Debt-equity ratio (no of times)*	4.54
2	Outstanding reedamble preference shares (quantity)	Nil
3	Outstanding reedamble preference shares (Rs. In lakhs)	Nil
4	Capital redemption reserve (Rs. In lakhs)	Nil
5	Debenture redemption reserve (Rs. In lakhs) Pursuant to the Companies (Share Capital and Debentures) Amendment Rules, 2019 dated August 16, 2019. the company being a Nonbanking Financial Company is exempted from the requirement of creating Debenture Redemption Reserve in respect of Secured Redeemable Non-Convertible Debentures issued through public issue and under private placement	Not applicable
6	Net worth (Rs. In lakhs) **	35,755.31
7	Net profit after tax (Rs. In lakhs)	3,786.70
8	Earning per share : Basic	15.12
	Diluted	4.99
9	Total debts to total assets \$	0.77
10	Net profit margin(%) ##	15.89%
11	Sector specific equivalent ratio, as applicable	
	a) Net Interest Margin (%) (annualised)	13.66%
	b) GNPA (%)	1.15%
	c) NNPA (%)	0.25%
	d) Provision Coverage Ratio (NPA) @	78.97%
	e) CRAR @@	21.41%

\* Debt-equity ratio = (Debt securities + Borrowings (Other than debt securities) + Subordinated liabilities)/ Networkth.

\*\* Networkth is calculated as defined in section 2(57) of Companies Act 2013.

\$ Total debts to total assets = (Debt securities + Borrowing (other than debt securities) + Subordinated liabilities)/ Total assets.

## Net profit margin = Net profit after tax/ Total income.

@ Provision Coverage = Total impairment loss allowance for Stage III / Gross Stage III loans EAD

@@ Capital Ratio = Adjusted Networkth / Risk Weighted Assets, calculated as per applicable RBI guidelines