

**Independent Auditor's Review Report on Quarterly and Year-to-date Unaudited Standalone Financial Results of DMI Finance Private Limited Pursuant to Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**Review Report To,  
The Board of Directors  
DMI Finance Private Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of DMI Finance Private Limited ("the Company") for the quarter ended December 31, 2024 and year to date standalone financial result for the period from April 01, 2024 to December 31, 2024 together with the notes thereon (the "Statement") being submitted by the Company pursuant to the requirements of Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Regulations").
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion based on our review.
3. 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 Statement is free of material misstatement. A review is limited primarily to inquiries of the company personnel and analytical procedures applied to financial data, thus providing less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. **Conclusion**

Based on our review conducted as above, nothing has come to our attention that cause us to believe that the accompanying Statement of unaudited standalone financial results, prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS 34) "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulations, including the manner in which it is to be disclosed or that it contains material misstatement.

5. **Emphasis of matter**

We draw attention to Note 12 of the unaudited standalone financial results, which describes that Reserve Bank of India ("RBI") on January 08, 2025 lifted the restrictions made on October 17, 2024 through supervisory action, to cease and desist from sanction or disbursements of loans with effect from October 21, 2024.

Our conclusion is not modified in respect of this matter.

6. **Other Matters**

The comparative financial information of the Company for the year ended March 31, 2024, were audited by another auditor who expressed an unmodified opinion on those unaudited standalone financial results on May 16, 2024, Accordingly, we do not express any opinion, as the case may be, on the figures reported in the unaudited standalone financial results for the year ended March 31, 2024.

**Other Matters(continued)**

The comparative financial information of the Company for the quarter and nine months ended December 31, 2023, were reviewed by another auditor who expressed an unmodified conclusion on those unaudited standalone financial results on February 08, 2024. Accordingly, we do not express any conclusion, as the case may be, on the figures reported in the unaudited standalone financial results for the quarter and nine months ended December 31, 2023.

Our conclusion is not modified in respect of this matter.

For **Nangia & Co. LLP**  
**Chartered Accountants**  
**Firm Registration Number: 002391C/N500069**

**Jaspreet Singh Bedi**

Partner

Membership Number: 601788

UDIN: 25601788BMKRHY7358

Place: Mumbai

Date: February 14, 2025



**DMI Finance Private Limited**  
Express Building, 3rd Floor, Bahadur Shah Zafar Marg, New Delhi-110002  
CIN - U64990DL2008PTC182749

**Statement of unaudited standalone financial results for the quarter and nine months ended Dec 31, 2024**  
(All Amount in Rs. in millions, unless stated otherwise)

Particulars	For the quarter ended Dec 31, 2024 #	For the quarter ended Sep 30, 2024	For the quarter ended Dec 31, 2023	For the nine months ended Dec 31, 2024	For the nine months ended Dec 31, 2023	For the year ended March 31, 2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>Revenue from operations</b>						
Interest income	7,427.96	8,168.71	6,894.33	23,127.98	17,810.86	25,301.72
Dividend income	-	-	16.00	-	16.00	16.00
Fees and commission Income	238.19	366.25	169.38	1,127.57	430.72	641.10
Net gain on fair value changes	234.33	106.23	126.76	439.62	411.79	508.97
<b>Total revenue from operations</b>	<b>7,900.48</b>	<b>8,641.19</b>	<b>7,206.47</b>	<b>24,695.17</b>	<b>18,669.37</b>	<b>26,467.79</b>
Other income	38.44	(10.22)	40.73	117.46	97.02	219.50
<b>Total Income</b>	<b>7,938.92</b>	<b>8,630.97</b>	<b>7,247.20</b>	<b>24,812.63</b>	<b>18,766.39</b>	<b>26,687.29</b>
<b>Expenses</b>						
Finance costs	1,991.53	1,883.80	1,431.17	5,589.04	3,214.99	4,867.48
Fees and commission expense	703.41	595.65	419.04	1,621.63	1,157.11	1,584.00
Impairment on financial instruments	4,241.12	3,483.41	2,554.27	11,158.19	6,165.03	9,148.66
Employee benefits expense	512.26	497.94	448.07	1,544.74	1,276.05	1,634.04
Depreciation, amortization and impairment	42.14	42.23	31.06	114.95	84.80	116.40
Other expenses	1,153.76	1,318.90	1,076.28	3,636.05	2,707.72	3,860.65
<b>Total expenses</b>	<b>8,644.22</b>	<b>7,821.93</b>	<b>5,959.89</b>	<b>23,664.60</b>	<b>14,605.70</b>	<b>21,211.23</b>
<b>Profit before tax</b>	<b>(705.30)</b>	<b>809.04</b>	<b>1,287.31</b>	<b>1,148.03</b>	<b>4,160.69</b>	<b>5,476.06</b>
Tax expense:						
(1) Current tax	(231.28)	404.56	424.42	659.28	1,490.25	2,226.12
(2) Deferred tax	45.31	(196.48)	(101.48)	(369.88)	(434.04)	(916.44)
<b>Income Tax Expense</b>	<b>(185.97)</b>	<b>208.08</b>	<b>322.94</b>	<b>289.40</b>	<b>1,056.21</b>	<b>1,309.68</b>
<b>Net profit after tax</b>	<b>(519.33)</b>	<b>600.96</b>	<b>964.37</b>	<b>858.63</b>	<b>3,104.48</b>	<b>4,166.38</b>
<b>Other comprehensive income</b>						
<b>a) Items that will not be reclassified to profit or loss</b>						
(i) Re-measurement gains on gratuity	-	(7.24)	-	(7.24)	-	0.26
(ii) Net gain/loss on fair value of equity instruments through other comprehensive income	-	0.06	0.07	(7.73)	(5.25)	0.23
Income tax relating to above	-	1.81	(0.02)	3.77	1.32	(0.12)
<b>Subtotal (a)</b>	<b>-</b>	<b>(5.37)</b>	<b>0.05</b>	<b>(11.20)</b>	<b>(3.93)</b>	<b>0.37</b>
<b>b) Items that will be reclassified to profit or loss</b>						
(i) Gain/(loss) on Fair Value changes	-	-	-	-	-	-
Income tax relating to above	-	-	-	-	-	-
<b>Subtotal (b)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total other comprehensive income (a+b)</b>	<b>-</b>	<b>(5.37)</b>	<b>0.05</b>	<b>(11.20)</b>	<b>(3.93)</b>	<b>0.37</b>
<b>Total comprehensive income</b>	<b>(519.33)</b>	<b>595.59</b>	<b>964.42</b>	<b>847.43</b>	<b>3,100.55</b>	<b>4,166.75</b>
<b>Paid-up equity share capital (face value of Rs. 10 per equity share)</b>						<b>7,424.87</b>
<b>Other equity</b>						<b>60,734.41</b>
<b>Earnings per share (EPS)*</b>						
- Basic (amount in Rs.)	(0.70)	0.81	1.30	1.16	4.21	5.64
- Diluted (amount in Rs.)	(0.70)	0.80	1.28	1.14	4.16	5.57

\*EPS for the quarter ended Dec 31, 2024, Sep 30,2024 and nine months ended Dec 31,2024 & Dec 31,2023 are not annualized.

# Refer Note 14



**DMI Finance Private Limited**

**Express Building, 3<sup>rd</sup> Floor, Bahadur Shah Zafar Marg, New Delhi-110002  
CIN - U64990DL2008PTC182749**

**Statement of Unaudited Standalone Financial Results for the quarter and nine months period ended  
December 31, 2024**

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

**Notes to the unaudited financial results:**

1. The above standalone financial results have been reviewed by the Audit Committee of DMI Finance Private Limited ("the Company") at their meeting held on February 7, 2025 and approved by the Board of Directors of the Company at their meeting held on February 14, 2025. These results have been prepared in accordance with the requirement of Regulation 52 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirement) Regulations, 2015 (as amended).
2. In accordance with Regulation 52 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, limited review of standalone financial results for the quarter and nine months ended has been carried out by the statutory auditors.
3. The standalone financial results have been prepared in accordance with applicable Indian Accounting Standards, as notified under the Companies (Indian Accounting Standards) Rules, 2015, and as specified under section 133 of the Companies Act 2013.
4. The Joint Managing Directors (Chief Operating Decision Makers) review the operations at the Company level. The operations of the Company fall under "financing activities" only, which is considered to be the only reportable segment in accordance with the provisions of Ind AS 108 – Operating Segments. The Company operates in a single geographical segment, i.e. domestic.
5. During the nine months ended December 31, 2024 the Company has granted a total of 4,53,870 options to its employees. Further, during the nine months ended December 31, 2024 the Company has allotted 1,45,423 shares against exercise of options.
6. Disclosures in compliance with Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter and nine months ended December 31, 2024 is given in Annexure 1.
7. Disclosures pursuant to Master Direction – Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021 in terms of RBI circular RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated September 24, 2021: INR (In millions)

<b>Details of stressed loans transferred during the nine months period ended December 31, 2024</b>		
<b>Particulars</b>	<b>To ARCs</b>	<b>To permitted transferees</b>
No. of accounts	-	58,391
Aggregate principal outstanding of loans transferred - (in millions)	-	1,676.35

Weighted average residual tenor of the loans transferred	-	NA
Net book value of loans transferred (at the time of transfer) – (in millions)	-	-
Aggregate consideration	-	58.84
Additional consideration realized in respect of accounts transferred in earlier years	-	NA

8. Details of acquisition through assignment in respect of loans not in default during the nine months period ended December 31, 2024:

<b>(all amounts in INR millions)</b>	<b>From lenders listed in Clause 3</b>	<b>From ARCs</b>
Aggregate principal outstanding of loans acquired	1026.44	-
Aggregate consideration paid	1026.44	-
Weighted average residual tenor of loans acquired	17 months	-
Retention of beneficial economic interest by the originator	0%	-
Coverage of tangible security	-	-
Rating wise distribution of rated loans	NA	-
Mode of acquisition of pool	Assignment	-

9. All the Secured non-convertible debenture (NCD) are fully secured by first exclusive charge by hypothecation of book debts/loan to the extent stated in the information memorandum. Further, the Company has maintained Security Cover as stated in the information memorandum which is sufficient to discharge the principal amount at the time of repayment of the non-convertible debt securities issued.
10. The above unaudited standalone results are available on the stock exchange website ([www.bseindia.com](http://www.bseindia.com)) and the website of the Company ([www.dmifinance.in](http://www.dmifinance.in)).
11. The Reserve Bank of India has issued the Scale Based Regulation (SBR), which is a revised regulatory framework for Non-Banking Financial Companies (NBFCs). This framework is outlined in Circular No. RBI/DoR/2023-24/106 DoR.FIN.REC.No.45/03.10.119/2023-24 dated October 19,2023 (as amended from time to time). The Framework classifies NBFCs into four categories: Base Layer (NBFC-BL), Middle Layer (NBFC-ML), Upper Layer (NBFC-UL), and Top Layer (NBFC-TL). The Company is classified as a "Middle Layer" entity in accordance with the Framework.

12. The Company received an order dated October 17, 2024, from the Reserve Bank of India (“RBI”) under section 45L(1L(b)) of the Reserve Bank of India Act, 1934. This order directed the Company to cease and desist sanction or disbursements of loan with effect from October 21, 2024, until the specific issues outlined in the order are adequately addressed and the identified deficiencies are resolved to the satisfaction of the RBI. RBI vide letter dated January 08, 2025 lifted the cease and desist order following the submission of the company’s remediation steps.
13. The figures for the quarter and nine months ended December 31, 2023 have been reviewed by the previous auditor of the Company S.N Dhawan & Co. LLP who have issued an unqualified review report. The figures for the year ended March 31, 2024 have been audited by the previous auditors of the Company S.N Dhawan & Co. LLP who have issued an unqualified audit report.
14. The figures for the quarter ended December 31, 2024 are the balancing figures between the reviewed figures of the half year ended September 30, 2024 and the nine months ended December 31, 2024.
15. The comparative figures as disclosed in these results have been regrouped/reclassified, wherever necessary.

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

**Shivashish Chatterjee  
Managing Director  
DIN: 02623460  
Date: February 14, 2025  
Place: New York**

**Annexure 1**

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

Particulars	Description	For the Quarter ended Dec 31, 2024 (Unaudited)	For the Quarter ended Sep 30, 2024 (Unaudited)	For the Quarter ended Dec 31, 2023 (Unaudited)	For the nine months ended Dec 31, 2024 (Unaudited)	For the nine months ended Dec 31, 2023 (Unaudited)	For the Year ended March 31,2024 (Audited)
Debt Equity Ratio (Nos. of times):	[(Debt securities+ Borrowings (other than Debt Securities)]/Total equity	0.90	1.18	1.05	0.90	1.05	1.00
Debenture Redemption Reserve		NA	NA	NA	NA	NA	NA
Capital Redemption Reserve (INR in millions)		81.21	81.21	81.21	81.21	81.21	81.21
Debt service coverage ratio		NA	NA	NA	NA	NA	NA
Interest service coverage ratio		NA	NA	NA	NA	NA	NA
Outstanding redeemable preference shares (Nos.)		NA	NA	NA	NA	NA	NA
Inventory turnover		NA	NA	NA	NA	NA	NA
Debtor turnover		NA	NA	NA	NA	NA	NA
Operating margin		NA	NA	NA	NA	NA	NA
Net profit/(loss) after tax (INR in millions)		-519.33	600.96	964.37	858.63	3104.48	4166.38
Net profit/(loss) margin	Net profit/(loss) after tax / total revenue from operations	-6.57%	6.95%	13.38%	3.48%	16.63%	15.74%
Basic earnings per share(for the period)**		-0.70	0.81	1.30	1.16	4.21	5.64
Diluted earnings per share(for the period)**		-0.70	0.80	1.28	1.14	4.16	5.57
Outstanding redeemable preference shares (Amount)		NA	NA	NA	NA	NA	NA
Net Worth (Total Equity) (INR in millions)	Total equity	69,238.23	69,673.76	67033.79	69,238.23	67,033.79	68,159.28
Current Ratio (Nos. of times)	(Current assets / Current liabilities)	NA	NA	NA	NA	NA	NA
Long term debt to working capital		NA	NA	NA	NA	NA	NA
Bad debts to Account receivable ratio		NA	NA	NA	NA	NA	NA
Current liability ratio	(Current liabilities / Total outside liabilities)	NA	NA	NA	NA	NA	NA
Total debts to total assets	[(Debt securities+ Borrowings (other than Debt Securities)]/Total assets	46.22%	52.48%	49.77%	46.22%	49.77%	48.78%
Gross Non-Performing Assets	Gross Stage III loans Exposure at default (EAD) / Gross total loans EAD	3.29%	2.60%	2.62%	3.29%	2.62%	2.61%
Net Non-Performing Assets	(Gross Stage III loans EAD - Impairment loss allowance for Stage III) / (Gross total loans EAD- Impairment loss allowance for Stage III )	1.83%	1.48%	1.52%	1.83%	1.52%	1.58%
Capital to risk weighted Assets Ratio (Tier I + Tier II)		49.72%	43.92%	43.51%	49.72%	43.51%	44.76%
Security cover ratio (no. of times) #	Amount of secured assets / Secured debt	1.29	1.24	1.23	1.29	1.23	1.25
Provision coverage ratio (%)	(Impairment loss allowance for Stage III/ Gross Stage III loans EAD )	45.12%	43.72%	42.63%	45.12%	42.63%	40.11%
Liquidity Coverage Ratio(calculated as per RBI guidelines)		831%##	233%	0%	831%##	0%	226%

\*\*EPS for the quarter ended Dec 31, 2024, Sep 30,2024 and nine months ended Dec 31,2024 & Dec 31,2023 are not annualized.

# Security cover ratio is given for listed non-convertible debt securities only.

## Investment in mutual funds is included while computing High-quality liquid assets (HQLA) for Liquidity Coverage ratio.