

**INDEPENDENT AUDITORS' REVIEW REPORT**

**THE BOARD OF DIRECTORS**

**JAGARAN MICROFIN PRIVATE LIMITED**

1. We have reviewed the accompanying statement of unaudited financial results of **Jagaran Microfin Private Limited** ("the Company") for the quarter ended June 30, 2023 ("the Statement"). The Statement has been prepared by the Company pursuant to Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time ("Listing Regulations"). We have initialed the Statement for identification purposes.
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 the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS - 34") notified under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder from time to time and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement 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 unaudited financial results are free of material misstatement. A review is limited primarily to enquiries 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, we report that, nothing has come to our attention that causes us to believe that the accompanying Statement of the unaudited financial results read with notes thereon, prepared in accordance with aforesaid Indian Accounting Standards and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended from time to time), including the manner in which it is to be disclosed, or that it contains any material misstatement.



**FOR LODHA & CO  
CHARTERED ACCOUNTANTS  
FIRM'S REGISTRATION NO.: 301051E**

**BOMAN R PARAKH  
(PARTNER)**

**MEMBERSHIP NO.: 053400  
UDIN: 23053400BGSCON4592**

**PLACE: Kolkata**

**DATE: August 8, 2023**

**Jagaran Microfin Private Limited**

CIN: U74210WB1993PTC057457

Regd. Office: 5th Floor, 38, Hemant Basu Sarani, Kolkata - 700001 Tel: 033 2265 0100

Website: www.jagaranmf.com, Email: info@jagaranmf.com

Statement of Unaudited Financial Results for the Quarter ended on June 30, 2023

(₹ in lakhs except for EPS)

Particulars	Quarter ended			Year ended
	June 30, 2023	March 31, 2023 (note 7)	June 30, 2022	March 31, 2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>Revenue from operations</b>				
Interest income	1,997.48	1,807.82	1,529.11	6,516.49
Dividend income	14.92	14.60	10.36	52.36
Fees and commission income	40.73	13.86	-	15.10
<b>Total revenue from operations</b>	<b>2,053.13</b>	<b>1,836.28</b>	<b>1,539.47</b>	<b>6,583.95</b>
Other income	76.09	288.41	17.97	407.61
<b>Total income</b>	<b>2,129.22</b>	<b>2,124.69</b>	<b>1,557.44</b>	<b>6,991.56</b>
<b>Expenses</b>				
Finance costs	1,213.65	1,080.90	793.71	3,688.93
Employee benefits expense	458.08	415.62	411.34	1,771.81
Depreciation and amortisation expense	5.80	24.06	7.89	47.16
Other expenses	198.84	385.89	231.05	1,126.90
<b>Total expenses</b>	<b>1,876.37</b>	<b>1,906.47</b>	<b>1,443.99</b>	<b>6,634.80</b>
<b>Profit before tax</b>	<b>252.85</b>	<b>218.22</b>	<b>113.45</b>	<b>356.76</b>
<b>Tax expense</b>				
(a) Current tax	-	-	-	-
(b) Deferred tax	87.56	35.12	68.92	60.95
<b>Total tax expense</b>	<b>87.56</b>	<b>35.12</b>	<b>68.92</b>	<b>60.95</b>
<b>Profit for the period/ year</b>	<b>165.29</b>	<b>183.10</b>	<b>44.53</b>	<b>295.81</b>
<b>Other comprehensive income</b>				
<b>Items that will not be reclassified subsequently to profit or loss:</b>				
(i) Re-measurements of the defined benefit plans	(1.69)	(8.27)	0.50	(6.76)
(ii) Income tax relating to above items	0.47	2.26	(0.13)	1.88
	<b>(1.22)</b>	<b>(6.01)</b>	<b>0.37</b>	<b>(4.88)</b>
<b>Total other comprehensive income for the period/ year, net of tax</b>				
<b>Total comprehensive income for the period/ year (comprising profit and other comprehensive income for the period/ year)</b>	<b>164.07</b>	<b>177.09</b>	<b>44.90</b>	<b>290.93</b>
<b>Paid-up Equity share capital (Par value of ₹ 10 each)</b>	<b>5,129.62</b>	<b>5,129.62</b>	<b>4,829.62</b>	<b>5,129.62</b>
<b>Other equity</b>				
<b>Earnings per equity share (Par value of ₹ 10/- each)</b>				
Basic and diluted earnings per share (₹) (not annualized for the quarterly figures)	0.32	0.36	0.09	0.58
See accompanying notes to the financial results				
<b>Ratios (Refer Note No. 4)</b>				
Debt equity ratio (No. of Times)	3.02	3.16	2.69	3.16
Net worth	10,390.78	10,262.14	9,416.11	10,262.14
Total debts to total assets (%)	71.82%	72.72%	72.09%	72.72%
Net profit margin (%)	8.05%	9.97%	2.89%	4.49%
Operating margin (%)	11.88%	10.27%	7.37%	5.10%
Gross non performing assets % ("GNPA")	4.81%	4.91%	4.94%	4.91%
Net non performing assets % ("NNPA")	1.48%	1.60%	0.49%	1.60%
Provision coverage ratio % ("PCR")	70.30%	67.35%	90.13%	67.35%
Bad debts to accounts receivable ratio	-	0.01	-	0.01



**Notes**

- 1 The above Statement of Unaudited Financial Results for the quarter ended June 30, 2023 along with notes were reviewed by the Audit Committee and thereafter, approved by the Board of Directors and have been taken on record at their meeting held on August 08, 2023. The limited review of Financial Results for the quarter ended June 30, 2023 as required by Regulation 52 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI Regulations), has been carried out by the Statutory Auditors.
- 2 These financial results together with the results for the comparative reporting periods have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards as notified under section 133 of the Companies Act, 2013 (the "Act") read with Companies (Indian Accounting Standards), Rules 2015, amended from time to time and other accounting principles generally accepted in India and in compliance with Regulation 52 of the SEBI Regulations as amended.
- 3 The Company is Non-Systemically Important Non-Deposit taking Non-Banking Financial Company (NBFC-ND-NSI) registered with the Reserve Bank of India (RBI) classified as Non-Banking Finance Company-Micro Finance Institution (NBFC-MFI). The RBI periodically issues/ amends directions, regulations and/ or guidelines (collectively "Regulatory Frameworks") covering various aspects of the operation of the Company, including those related to accounting for certain type of transactions and provisions etc. required to be made against the loan assets. The Regulatory Framework contains specific instructions that need to be followed by the Company and these have been considered while preparing these financial results.
- 4 Information as required pursuant to Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Formula for computation of ratios are as follows:

Sl. No.	Ratios as required by Regulation 52(4)	Formulae
i.	Debt equity ratio	$(\text{Debt securities} + \text{Borrowings (other than debt securities)} + \text{Subordinated Debts} - \text{Unamortised Issue Expenses}) / (\text{Equity share capital} + \text{Other Equity} + \text{Deferred Revenue Expenditure})$
ii.	Total debts to total assets (%)	$(\text{Debt Securities} + \text{Borrowings (other than debt securities)} + \text{Subordinated debts}) / \text{Total assets}$
iii.	Net profit margin (%)	$\text{Profit after tax} / \text{Revenue from operation}$
iv.	Operating profit margin (%)	$\text{Profit before tax} / \text{Revenue from operation}$
v.	Gross Non Performing Assets ("GNPA") (%)	$\text{Gross Non Performing Assets} / \text{Gross Loans}$
vi.	Net Non Performing Assets ("NNPA") (%)	$(\text{Gross NPA} - \text{Impairment loss allowance}) / (\text{Gross loans} - \text{Impairment loss allowance})$
vii.	Provision coverage ratio (PCR) (%)	$\text{Impairment loss allowance on NPA} / \text{Gross NPA}$
viii.	Bad Debts to Accounts Receivable Ratio	$\text{Bad Debts written off} / \text{Loan Balance before writeoff}$

Other ratios as required by Regulations 52(4) of SEBI (Listing Obligations and Disclosure Requirements), 2015 as amended from time to time is not applicable to the Company and accordingly the same is not disclosed.

- 5 The Listed Non-Convertible Debentures (before netting off prepaid finance charges) aggregating to ₹ 1,101.34 lakhs as at June 30, 2023 are secured by way of hypothecation/ charge on the Company's certain book debts and the security cover thereof exceeds one hundred percent of the principal and interest amount of the aforesaid debentures.
- 6 The Company, being a NBFC-MFI operates in a single reportable operating segment i.e. business of Micro Financing activities in India and hence there are no separate reportable segments as per Ind AS 108 'Operating Segments'.
- 7 The figures for the quarter ended March 31, 2023 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2023 and the published unaudited year to date figures up to December 31, 2022 which were subjected to limited review by the statutory auditors of the Company.
- 8 Comparative figures of the previous year/ periods have been regrouped wherever applicable to make them comparable with those of the current period figures.

Place: Kolkata  
Date: August 08, 2023



For and on behalf of the Board of Directors

Jaydeep Ghosh  
(MD & CEO)  
DIN: 07475085

