

Independent Auditor's Review Report on quarterly and year to date Unaudited Standalone Financial Results of Clix Capital Services Private Limited pursuant to the Regulation 52 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015

The Board of Directors

Clix Capital Service Private Limited

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of Clix Capital Services Private Limited ("the Company") for the quarter ended December 31, 2021 and for the year to date from April 01, 2021 to December 31, 2021 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
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" prescribed under Section 133 of Companies Act, 2013 read with relevant rules issued thereunder 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 Statement is free of material misstatement. A review is limited primarily to inquiries of the company personnel and analytical procedures applied to financial data and thus provide 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 stated in paragraph 3 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 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



HARIBHAKTI & CO. LLP



Chartered Accountants

5. We draw attention to Note 5 to the Statement, which describes that the potential impact of the COVID-19 pandemic on the Company's financial results and particularly the impairment provisions are dependent on future developments, which are highly uncertain. Our report is not modified in respect of this matter.
6. The comparative financial information of the Company for periods upto year ended March 31, 2021 included in the Statement have been reviewed/audited by S.R. Batliboi & Associates LLP, the predecessor auditor. The report of the predecessor auditor on comparative financial information for the year ended March 31, 2021 dated June 04, 2021 expressed an unmodified conclusion/opinion on those financial results.
7. The Statement includes the results for the quarter and nine months ended December 31, 2020, which has been prepared by the management but have not been subjected to limited review or audit.
8. The Statement includes the results for the quarter ended September 30, 2021, being the balancing figure between the reviewed figures in respect of half year ended September 30, 2021 and the figures for the preceding quarter ended June 30, 2021, which has been approved by the Company's Board of Directors but have not been subjected to limited review or audit by us.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W/W100048



Kunj B. Agrawal

Partner

Membership No.: 095829

UDIN: 22095829ACEVOW2131

Place: New Delhi

Date: February 14, 2022

(INR In lacs)

| Statement of Standalone Financial results for the quarter and nine months ended 31 December 2021 | | | | | | |
|--|----------------|------------------------------|------------------------------|-------------------|------------------------------|---------------|
| Particulars | Quarter ended | | | Nine months ended | | Year ended |
| | 31-Dec-21 | 30-Sep-21 | 31-Dec-20 | 31-Dec-21 | 31-Dec-20 | 31-Mar-21 |
| | Unaudited | Unaudited (refer note 11) | Unaudited (refer note 12) | Unaudited | Unaudited (refer note 12) | Audited |
| Revenue from operations | | | | | | |
| Interest income | 7,269 | 9,940 | 11,591 | 27,539 | 33,760 | 44,217 |
| Rental income | 11 | 10 | - | 32 | - | 5 |
| Fees and commission income | 228 | 304 | 1,045 | 888 | 1,942 | 1,977 |
| Net gain on fair value changes | 307 | 442 | 115 | 1,206 | 211 | 354 |
| Net gain on derecognition of financial instruments under amortised cost category | - | 125 | - | 125 | - | 908 |
| Total revenue from operations | 7,815 | 10,821 | 12,751 | 29,790 | 35,913 | 47,461 |
| Other income | 155 | 783 | 81 | 1,081 | 489 | 2,015 |
| Total income | 7,970 | 11,604 | 12,832 | 30,871 | 36,402 | 49,476 |
| Expenses | | | | | | |
| Finance cost | 5,892 | 5,987 | 6,321 | 18,183 | 19,580 | 26,183 |
| Fees and commission expense | 92 | 89 | 114 | 191 | 225 | 294 |
| Impairment of financial instruments | 8,696 | 5,726 | 6,766 | 19,333 | 11,295 | 11,788 |
| Employee benefits expense | 1,074 | 1,078 | 1,306 | 3,617 | 3,755 | 4,081 |
| Depreciation and amortization | 402 | 402 | 437 | 1,275 | 1,362 | 1,814 |
| Other expenses | 1,592 | 1,369 | 1,372 | 4,076 | 3,427 | 4,599 |
| Total expenses | 17,748 | 14,651 | 16,316 | 46,675 | 39,644 | 48,759 |
| (Loss)/ profit before tax | (9,778) | (3,047) | (3,484) | (15,804) | (3,242) | 717 |
| Tax expense: | | | | | | |
| (1) Current Tax | - | - | - | - | - | 937 |
| (2) Deferred Tax Credit | (2,468) | (769) | (1,011) | (3,987) | (944) | (617) |
| (Loss)/ profit for the year/ period | (7,310) | (2,278) | (2,473) | (11,817) | (2,297) | 397 |
| Other comprehensive income | | | | | | |
| a. Items that will not be reclassified to profit or loss | | | | | | |
| Remeasurements of defined benefit liability | 8 | 8 | 13 | 24 | 38 | 48 |
| Income tax effect | (2) | (2) | (4) | (6) | (10) | (12) |
| b. Items that will be reclassified to profit or loss | - | - | - | - | - | - |
| Other Comprehensive Income, net of income tax | 6 | 6 | 9 | 18 | 28 | 36 |
| Total comprehensive income for the year/ period | (7,304) | (2,272) | (2,464) | (11,799) | (2,269) | 433 |
| Earnings per equity share* | | | | | | |
| Basic (INR) | (0.51) | (0.16) | (0.17) | (0.82) | (0.16) | 0.03 |
| Diluted (INR) | (0.51) | (0.16) | (0.17) | (0.82) | (0.16) | 0.03 |
| Nominal Value per share (INR) | 10.00 | 10.00 | 10.00 | 10.00 | 10.00 | 10.00 |

* quarter and nine months ended Basic EPS and Diluted EPS are not annualised



For and on behalf of the Board of Directors
Clix Capital Services Private Limited

RASHMI MOHANTY
Digitally signed by RASHMI MOHANTY
Date: 2022.02.14 19:26:35 +05'30'

Rashmi Mohanty
CFO and Whole Time Director
DIN:07072541

Place: Gurugram
Date: 14 February 2022

Notes:

- The above results for the quarter and nine months ended 31 December 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 14 February 2022, in accordance with the requirement of Regulation 52 of the SEBI (Listing Obligations and disclosure requirements) Regulations, 2015, as amended. The above results for the quarter and nine months ended 31 December 2021 have been reviewed by the Statutory Auditors of the Company.
- These Standalone Financial results have been prepared in accordance with the recognition and measurement principles as laid down under IND AS 34 "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 (the "Act") read with the relevant rules issued thereunder and the other accounting principles generally accepted in India. There is no change in accounting policies during the period.
- The Company has granted 25,825,000 options and 21,000,000 options on 01 June 2021 and 16 August 2021 respectively, under Employee Stock Option Plans to eligible employees of the Company and its wholly owned subsidiaries.
- As per Regulation 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), debentures are fully secured by first charge ranking pari passu with each other on the Company's receivables.
- COVID-19 is a global pandemic, which continues to spread across the world with India not being an exception and has contributed to a significant volatility in global and Indian financial markets and an unprecedented level of disruption on socio-economic activities. Based on the information available till date, the Company has used the principles of prudence to provide for the impact of the pandemic on the Financial results specifically while assessing the expected credit loss on financial assets. The extent to which the COVID-19 pandemic will impact the Company's operations and financial metrics including the expected credit losses on financial assets will depend on future developments, which are highly uncertain.

In accordance to the RBI guidelines on COVID restructuring dated 05 May 2021 Resolution Framework – 2.0: Resolution of Covid-19 related stress of Individuals, Small Businesses and MSME, the Company has accepted restructuring requests of INR 7,398 lacs to support borrowers in the nine months ended 31 December 2021.

6 a. Disclosure pursuant to RBI Notification - RBI/2021-22/31 DOR.STR.REC. 11/21.04.048/2021-22 dated 05 May 2021

(INR in lacs)

| S.No. | Description | Individual borrower | | Small business |
|-------|--|---------------------|---------------|----------------|
| | | Personal loan | Business loan | |
| A | Number of requests received for invoking resolution process under Part A | 1,165 | 2 | - |
| B | Number of accounts where resolution plan has been implemented under this window | 490 | 2 | - |
| C | Exposure to accounts mentioned at (B) before implementation of the plan | 1,088 | 134 | - |
| D | Of (C), aggregate amount of debt that was converted into other securities | - | - | - |
| E | Additional funding sanctioned, if any, including between invocation of the plan and implementation | - | - | - |
| F | Increase in provisions on account of the implementation of the resolution plan | 52 | 3 | - |

b. Disclosure as per format prescribed under notification no. RBI/2020-21/17 DOR.No.BP.BC/4/21.04.048/2020-21 (for restructuring of accounts of Micro, Small and Medium Enterprises (MSME) sector – Restructuring of Advances having exposure less than or equal to Rs. 25 crores) for nine months ended 31 December 2021:

(INR in lacs)

| (A) | (B) |
|---|---|
| Number of accounts where resolution plan has been implemented under this window | Exposure to accounts mentioned at (A) before implementation of the plan |
| 1,059 | 24,602 |

7 Disclosures pursuant to RBI Notification - RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated 24 September 2021

(a) Details of transfer/acquired through assignment in respect of loans not in default during the quarter and nine months ended 31 December 2021

(INR in lacs)

| Particulars | Transfer | Acquired |
|---|-----------|-----------|
| Entity | Bank | NBFC |
| Count of loan accounts assigned | 524 | 8474 |
| Amount of loan accounts assigned | 875 | 6,774 |
| Retention of beneficial economic interest (MRR) | 20% | 10% |
| Weighted average maturity (Residual Maturity) | 24 months | 13 months |
| Weighted average holding period | 16 months | 13 months |
| Coverage of tangible security coverage | - | 39.53% |
| Rating wise distribution of rated loans | Unrated | Unrated |

(b) Details of stressed loans transferred during the quarter and nine months ended 31 December 2021

(INR in lacs)

| Particulars | To Asset Reconstruction Companies (ARC) | |
|---|---|-----------|
| | NPA | SMA |
| No. of accounts | 9894 | 48 |
| Aggregate principal outstanding of loans transferred | 27,265 | 458 |
| Weighted average residual tenor of the loans transferred | 25 months | 21 months |
| Net book value of loans transferred (at the time of transfer) | 13,355 | 456 |
| Aggregate consideration | 12,406 | 180 |
| Additional consideration realized in respect of accounts transferred in earlier years | - | - |
| Excess provisions reversed to the Prom and Loss Account on account of safe | - | - |



Clix Capital Services Private Limited
CIN: U65929DL1994PTC116256
Regd. Office: 4th floor, Kailash Building, Kasturba Gandhi Marg, Connaught Place, New Delhi, North East -110001
Telephone: +91-124 3302000 | Website: www.clix.capital

- 8 The Board of Directors of the Company, in its meeting dated June 04, 2021, has approved a scheme of amalgamation ("the Scheme") for amalgamation of Clix Finance India Private Limited, one of its wholly subsidiary company, into the Company. The Scheme has been approved by Reserve Bank of India on July 20, 2021. The Company has filed second motion petition with the Regional Director, ROC, Official Liquidator as required under the Companies Act, 2013. As per the Scheme, the appointed date for amalgamation is April 1, 2021.
- 9 The Company's primary business segment is reflected based on the principal business carried out, i.e. financing and lending (including loans to retail and corporate customers). Accordingly, no separate disclosure for segment reporting is required to be made in the financial statements of the Company. The Company operates principally within India and does not have operations in economic environments with different risks and returns; hence, it is considered operating in single geographical segment.
- 10 The Indian Parliament has approved the Code of Social Security, 2020 which subsumes the Provident Fund and the Gratuity Act and rules thereunder. The Ministry of Labour and Employment has also released draft rules thereunder on 13 November 2020, and has invited suggestions from stakeholders which are under active consideration of the Ministry. The Company will evaluate the rules, assess the impact, if any, and account for the same once the rules are notified and become effective.
- 11 The figures for the quarter ended 30 September 2021 are balancing figures between reviewed amounts in respect of the half year ended 30 September 2021 and the unaudited management reviewed amounts of the first quarter i.e., quarter ended 30 June 2021 of the current financial year.
- 12 The figures for the quarter ended 31 December 2020 are balancing figures between unaudited management reviewed amounts of the nine months ended 31 December 2020 and the reviewed amounts in respect of the half year ended 30 September 2020.
- 13 On November 12, 2021, the Reserve Bank of India issued a circular requiring changes to and clarifying certain aspects of Income Recognition and Asset Classification Norms. The Management has taken necessary steps to comply with norms/changes as and when they become applicable.
- 14 Information as required by Regulation 52(4) of the SEBI (Listing Obligations And Disclosure Requirements) Regulations, 2015 as amended is as per Annexure 'I' attached.
- 15 The Previous year/ period figures have been reclassified/regrouped to conform to the figures of the current period.

For and on behalf of the Board of Directors
Clix Capital Services Private Limited

RASHMI MOHANTY
Digitally signed by
RASHMI MOHANTY
Date: 2022.02.14
19:30:11 +0530

Rashmi Mohanty
CFO and Whole Time Director
DIN:07072541

Place: Gurugram
Date: 14 February 2022



Clix Capital Services Private Limited

CIN: U65929DL1994PTC116256

Regd. Office: 4th floor, Kailash Building, Kasturba Gandhi Marg, Connaught Place, New Delhi, North East -110001

Telephone: +91-124 3302000 | Website: www.clix.capital

Statement under Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements)

Regulations, 2015 for the quarter and nine months ended 31 December 2021

Annexure I

| S.No. | Particulars | |
|-------|---|-------------------------------|
| a. | Debt-equity ratio | 1.25 |
| b. | Debt service coverage ratio; | Not applicable, being an NBFC |
| c. | Interest service coverage ratio; | Not applicable, being an NBFC |
| d. | Outstanding redeemable preference shares (quantity and value) | Not applicable |
| e. | Capital redemption reserve/debenture redemption reserve | Not applicable |
| f. | Net worth (INR in lacs) | 183,674 |
| g. | Net profit/ (loss) after tax | |
| | Net profit/(loss) after tax (INR in lacs) for the nine months | (11,817) |
| | Net profit/(loss) after tax (INR in lacs) for the quarter | (7,310) |
| h. | Earnings per share (not annualised) | |
| | For nine months (Basic) (INR) | (0.82) |
| | For nine months (Diluted) (INR) | (0.82) |
| | For the quarter (Basic) (INR) | (0.51) |
| | For the quarter (Diluted) (INR) | (0.51) |
| i. | current ratio | Not applicable, being an NBFC |
| j. | long term debt to working capital | Not applicable, being an NBFC |
| k. | bad debts to Account receivable ratio | Not applicable, being an NBFC |
| l. | current liability ratio | Not applicable, being an NBFC |
| m. | total debts to total assets | 0.54 |
| n. | debtors turnover | Not applicable, being an NBFC |
| o. | Inventory turnover | Not applicable, being an NBFC |
| p. | Operating margin (%) | Not applicable, being an NBFC |
| q. | Net profit margin (%); | |
| | For nine months ended 31 Dec 2021 | -39.67% |
| | For the quarter ended 31 Dec 2021 | -93.54% |
| r. | Sector specific equivalent ratios, as applicable. | |
| | GNPA% | 4.93% |
| | NNPA% | 1.98% |
| | CRAR% | 18.24 |

For and on behalf of the Board of Directors
Clix Capital Services Private Limited

RASHMI Mohanty
Digitally signed
by RASHMI
MOHANTY
Date: 2022.02.14
19:30:28 +05'30'

Rashmi Mohanty
CFO and Whole Time Director
DIN:07072541

Place: Gurugram
Date: 14 February 2022

