

B S R & Co. LLP

Chartered Accountants

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Limited review report on unaudited quarterly standalone financial results of Niyogin Fintech Limited under Regulation 33 of the Securities and Exchange Board of India (Listing and Disclosure Requirements) Regulation, 2015

To the Board of Directors of Niyogin Fintech Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Niyogin Fintech Limited for the quarter ended 30 June 2020 (the 'Statement').
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 '*Interim Financial Reporting*' ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 'SEBI Listing Regulations'). 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 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. Attention is drawn to the fact that the figures for the three months ended 31 March 2020 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
5. 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 applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

Limited review report on unaudited quarterly standalone financial results of Niyogin Fintech Limited under Regulation 33 of the Securities and Exchange Board of India (Listing and Disclosure Requirements) Regulation, 2015 (Continued)

6. As described in Note 7 to the Statement, in respect of overdue but standard accounts where moratorium benefit has been granted and the staging of those accounts at 30 June 2020 is based on the days past due status as on the date when the moratorium benefit was granted in accordance with the Covid-19 Regulatory Package announced by Reserve Bank of India vide notifications dated 27 March 2020, 17 April 2020 and 23 May 2020. Further, the extent to which the Covid-19 pandemic will impact the Company's financial performance is dependent on future developments, which are highly uncertain.

Our conclusion is not modified in respect of these matters.

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No: 101248W/W-100022

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Sameer Mota

Partner

Membership No: 109928

UDIN: 20109928AAAAGJ1929

Mumbai

23 July 2020

Niyogin Fintech Limited
CIN: L65910-MH1988-PLC23-9746
Registered Address: M.I.G 944, Ground Floor, TNHB Colony, 1st Main Road, Velachery, Chennai, Tamil Nadu -600042
Corporate Address: Neelkanth Corporate IT Park, 311/312, 3rd Floor, Kiroli Road, Vidyavihar (West), Mumbai - 400086

Statement of Unaudited standalone financial results for the quarter ended 30 June 2020

(Amounts in lac)

| Sr. No. | Particulars | Quarter ended | | | Year ended |
|-----------|---|-------------------------|-----------------------|-------------------------|-----------------------|
| | | 30-06-2020 Unaudited | 31-03-2020 Audited | 30-06-2019 Unaudited | 31-03-2020 Audited |
| 1 | Revenue from operations | | | | |
| | Interest income | 743.19 | 763.96 | 596.38 | 2,468.77 |
| | Fees and commission income | - | - | - | 5.71 |
| | Net gain on fair value changes | 32.91 | 43.37 | 52.25 | 266.68 |
| | Other operating income | 1.14 | 2.83 | 1.63 | 12.22 |
| | Total revenue from operations | 777.24 | 810.16 | 650.26 | 2,753.38 |
| 2 | Other income | 13.27 | 9.17 | - | 9.17 |
| 3 | Total income (1+2) | 790.51 | 819.33 | 650.26 | 2,762.55 |
| 4 | Expenses | | | | |
| | (a) Finance costs | 5.86 | 6.26 | 7.85 | 28.70 |
| | (b) Impairment on financial instruments | 188.15 | 715.45 | 130.84 | 1,700.25 |
| | (c) Employee benefits expenses | 396.45 | 364.85 | 485.13 | 1,767.23 |
| | (d) Depreciation, amortization and impairment | 83.77 | 85.38 | 85.50 | 344.63 |
| | (e) Others expenses | 174.97 | 271.78 | 301.38 | 1,251.05 |
| | Total expenses | 849.20 | 1,443.72 | 1,010.70 | 5,091.86 |
| 5 | Loss before exceptional items and tax (3-4) | (58.69) | (624.39) | (360.44) | (2,329.31) |
| 6 | Exceptional items | - | - | - | - |
| 7 | Loss before tax (5-6) | (58.69) | (624.39) | (360.44) | (2,329.31) |
| 8 | Tax expense: | | | | |
| | (a) Current tax | - | - | - | - |
| | (b) Deferred tax | - | - | - | - |
| 9 | Loss for the period/ year from continuing operations (7-8) | (58.69) | (624.39) | (360.44) | (2,329.31) |
| 10 | Profit/ (loss) from discontinued operations | - | - | - | - |
| 11 | Tax expenses of discontinued operations | - | - | - | - |
| 12 | Profit/ (loss) from discontinued operations (after tax) (10-11) | - | - | - | - |
| 13 | Loss for the period/ year (9+12) | (58.69) | (624.39) | (360.44) | (2,329.31) |
| 14 | Other comprehensive income/ (loss) | | | | |
| | (a) Items that will not be reclassified to profit or loss | | | | |
| | (i) Remeasurement of the defined benefit plans | (0.50) | 14.41 | 0.22 | 11.95 |
| | (ii) Income tax relating to Items that will not be reclassified to profit or loss | - | - | - | - |
| | (b)(i) Items that will be reclassified to profit or loss | - | - | - | - |
| | (ii) Income tax relating to Items that will be reclassified to profit or loss | - | - | - | - |
| | Other comprehensive income/ (loss) (a+b) | (0.50) | 14.41 | 0.22 | 11.95 |
| 15 | Total comprehensive loss for the period/ year (13+14) | (59.19) | (609.98) | (360.22) | (2,317.36) |
| 16 | Earnings per equity share (Refer note 11) | | | | |
| | (a) Basic (₹) | (0.07) | (0.73) | (0.43) | (2.72) |
| | (b) Diluted (₹) | (0.07) | (0.73) | (0.43) | (2.72) |

Notes:

- 1 The unaudited financial results of the Company have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard (referred to as 'Ind AS') - 34, Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 (the 'Act') read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 'SEBI Listing Regulations'). Any application guidance/ clarifications/ directions issued by Reserve Bank of India ('RBI') or other regulators are implemented as and when they are issued/ applicable.
- 2 The above unaudited financial results for the quarter ended 30 June 2020 along with comparative quarter have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at its meeting held on 23 July 2020.
- 3 In compliance with the SEBI Listing Regulations, a limited review of the standalone financial results for the quarter ended 30 June 2020 has been carried out by the Statutory Auditors.
- 4 The Board of Directors of the Company at its meeting held on 11 February 2019 approved issuance of up to 1,143,277 equity shares of the Company to the shareholders of InvestDirect Capital Services Private Limited ('InvestDirect') for a total consideration not exceeding Rs. 860 lacs in consideration for acquiring 50.01% stake in InvestDirect. The said issue was also approved by the Company's shareholders vide postal ballot, results of which were declared on 27 March 2019. On 5 August 2019, the SEBI had accorded approval to MoneyMap Investment Advisors Private Limited (Subsidiary of InvestDirect). Subsequent to the SEBI approval, the Board had allotted 1,142,895 equity shares to the shareholders of InvestDirect at fair value of Rs. 536 lacs on 19 August 2019. InvestDirect became a Subsidiary of the Company w.e.f 19 August 2019.
- 5 Pursuant to the shareholders agreement dated 25 February 2019, the Company has been allotted 0.001% Non-Cumulative Compulsory Convertible Preference Shares by InvestDirect amounting to Rs. 150 lac on 18 October 2019 and Rs. 100 lac on 26 February 2020.
- 6 The Company at its Board Meeting held on 16 December 2019 approved the draft scheme of Amalgamation presented under section 230 - 232 and other applicable provisions of the Act and the rules and regulations made thereunder, of Information Interface India Private Limited with the Company and their respective shareholders and creditors (the 'Scheme'). The Scheme as aforesaid is subject to necessary approvals by the stock exchange, the Securities and Exchange Board of India, Reserve Bank of India, shareholders and creditors of the company(ies), as may be applicable, Chennai Bench of National Company Law Tribunal and such other statutory and regulatory approvals as may be required. On 9 July 2020, the Company has received the Observation letter from the BSE Limited.
- 7 In accordance with the board approved moratorium policy read with RBI guidelines dated 27 March 2020, 17 April 2020 and 23 May 2020 relating to 'COVID-19 - Regulatory Package', the Company has granted moratorium up to six months on the payment of installments falling due between 1 March 2020 and 31 August 2020 to all eligible borrowers. For all such accounts where the moratorium is granted, the asset classification has remained standstill during the moratorium period (i.e. the number of days past due shall exclude the moratorium period for the purposes of asset classification as per the Company's policy). This relaxation does not automatically trigger a significant increase in credit risk. The Company continues to recognise interest income during the moratorium period and in the absence of other credit risk indicators, the granting of a moratorium period does not result in accounts becoming past due and automatically triggering Stage 2 or Stage 3 classification criteria.

The impact of COVID-19 on the global economy and how governments, businesses and consumers respond is uncertain. This uncertainty is reflected in the Company's assessment of impairment loss allowance on its financial assets which are subject to a number of management judgements and estimates. In relation to COVID-19, judgements and assumptions include the extent and duration of the pandemic, the impacts of actions of governments and other authorities, and the responses of businesses and consumers, along with the associated impact on the global economy. While the methodologies and assumptions applied in the impairment loss allowance calculations remained unchanged from those applied while preparing the financial results for the year ended 31 March 2020, the Company has separately incorporated estimates, assumptions and judgements specific to the impact of COVID-19 pandemic and the associated support packages in the measurement of impairment loss allowance. The Company has been maintaining a healthy capital adequacy ratio and has adequate capital and financial resources to run its business. During the quarter ended 30 June 2020, the Company has considered an additional charge of Rs 159.66 lac in the financial results, due to a management overlay, to reflect deterioration in the macroeconomic outlook. The final impact of this pandemic is very uncertain and the actual impact may be different than that estimated based on the conditions prevailing as at the date of approval of these financial results. Management will continue to closely monitor the material changes in the macro-economic factors impacting the operations of the Company.
- 8 During the quarter ended on 31 March 2020, the Company has allotted an aggregate of 75,697 equity shares pursuant to the exercise of options under the Employees Stock Options Plan 2018.
- 9 There is no separate reportable segment as per Ind AS 108 on 'Operating Segments' in respect of the Company.
- 10 The Company has regrouped Interest Income on Fixed Deposits of Rs. 91.87 lac and Interest Income on unwinding of security deposit of Rs.0.60 lac from 'Other Income' to 'Interest Income' for the quarter ended 30 June 2019.

Notes: (Continued)

11 Earnings per share for the interim periods is not annualized.

Mumbai
23 July 2020

For and on behalf of the Board of Directors
Niyogin Fintech Limited

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Makarand Ram Patankar
Whole Time Director
DIN: 01584128

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Limited review report on unaudited quarterly consolidated financial results of Niyogin Fintech Limited under Regulation 33 of the Securities and Exchange Board of India (Listing and Disclosure Requirements) Regulation, 2015

To the Board of Directors of Niyogin Fintech Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Niyogin Fintech Limited (the 'Parent') and its subsidiaries (the Parent and its subsidiaries together referred to as the 'Group') for the quarter ended 30 June 2020 (the 'Statement'), being submitted by the Parent pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 'SEBI Listing Regulations').
2. This Statement, which is the responsibility of the Parent's management and approved by the Parent'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, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the SEBI Listing Regulations. Our responsibility is to express a conclusion 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the Securities and Exchange Board of India under Regulation 33 (8) of the SEBI Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entities:

| Name of the Company | Relationship |
|---|--|
| Niyogin Fintech Limited | Holding Company |
| Investdirect Capital Services Private Limited | Subsidiary |
| MoneyMap Investment Advisors Private Limited | Wholly owned subsidiary of Investdirect Capital Services Private Limited |

Limited review report on unaudited quarterly consolidated financial results of Niyogin Fintech Limited under Regulation 33 of the Securities and Exchange Board of India (Listing and Disclosure Requirements) Regulation, 2015 (Continued)

5. Attention is drawn to the fact that the figures for the three months ended 31 March 2020 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
6. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 8 below, 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 33 of the SEBI Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. As described in Note 8 to the Statement, in respect of overdue but standard accounts where moratorium benefit has been granted and the staging of those accounts at 30 June 2020 is based on the days past due status as on the date when the moratorium benefit was granted in accordance with the Covid-19 Regulatory Package announced by Reserve Bank of India vide notifications dated 27 March 2020, 17 April 2020 and 23 May 2020. Further, the extent to which the Covid-19 pandemic will impact the Group's financial performance is dependent on future developments, which are highly uncertain.

Our conclusion is not modified in respect of these matters.

8. We did not review the interim financial information of two subsidiaries included in the Statement, whose interim financial information reflect total revenues (before consolidation adjustments) of Rs. 7.37 lakhs, total net loss after tax (before consolidation adjustments) of Rs. 40.92 lakhs and total comprehensive loss (before consolidation adjustments) of Rs. 40.92 lakhs, for the quarter ended 30 June 2020, as considered in the unaudited consolidated financial results. These interim financial information have been reviewed by other auditors whose reports have been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matter.

For **B S R & Co. LLP**
Chartered Accountants

Firm's Registration No: 101248W/W-100022

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Sameer Mota
Partner

Mumbai
23 July 2020

Membership No: 109928
UDIN: 20109928AAAAGK7681

Niyogin Fintech Limited
CIN: L65910-MH1988-PLC23-9746
Registered Address: M.L.G 944, Ground Floor, TNHB Colony, 1st Main Road, Velachery, Chennai, Tamil Nadu 600042
Corporate Address: Neelkanth Corporate IT Park, 311/312, 3rd Floor, Kirol Road, Vidyavihar (West), Mumbai - 400086

Statement of Unaudited consolidated financial results for the quarter ended 30 June 2020

(Amounts in lac)

| Sr. No. | Particulars | Quarter ended | | Year ended |
|-----------|---|-------------------------|-----------------------|-----------------------|
| | | 30-06-2020 Unaudited | 31-03-2020 Audited | 31-03-2020 Audited |
| 1 | Revenue from operations | | | |
| | Interest income | 743.30 | 764.07 | 2,468.99 |
| | Fees and commission Income | - | - | 5.70 |
| | Net gain on fair value changes | 33.90 | 43.79 | 267.94 |
| | Other income | 7.41 | 31.15 | 48.53 |
| | Total revenue from operations | 784.61 | 839.01 | 2,791.16 |
| 2 | Other income | 13.27 | 12.28 | 13.65 |
| 3 | Total income (1+2) | 797.88 | 851.29 | 2,804.81 |
| 4 | Expenses | | | |
| | (a) Finance costs | 6.39 | 6.84 | 30.38 |
| | (b) Impairment on financial instruments | 188.15 | 715.45 | 1,700.24 |
| | (c) Employee benefits expenses | 429.14 | 394.97 | 1,843.00 |
| | (d) Depreciation, amortization and impairment | 111.34 | 112.87 | 408.99 |
| | (e) Others expenses | 184.86 | 291.12 | 1,287.11 |
| | Total expenses | 919.88 | 1,521.25 | 5,269.72 |
| 5 | Loss before exceptional items and tax (3-4) | (122.00) | (669.96) | (2,464.91) |
| 6 | Exceptional items | | | |
| 7 | Loss before tax (5-6) | (122.00) | (669.96) | (2,464.91) |
| 8 | Tax expense: | | | |
| | (a) Current tax | - | - | - |
| | (b) Deferred tax | (5.63) | (5.63) | (13.14) |
| | | (5.63) | (5.63) | (13.14) |
| 9 | Loss for the period/ year from continuing operations (7-8) | (116.37) | (664.33) | (2,451.77) |
| 10 | Profit / (loss) from discontinued operations | - | - | - |
| 11 | Tax expenses of discontinued operations | - | - | - |
| 12 | Profit / (loss) from discontinued operations (after tax) (10-11) | - | - | - |
| 13 | Loss for the period/ year (9+12) | (116.37) | (664.33) | (2,451.77) |
| 14 | Other comprehensive income/ (loss) | | | |
| | (a) Items that will not be reclassified to profit or loss | | | |
| | (i) Remeasurement of the defined benefit plans | (0.50) | 14.41 | 11.95 |
| | (ii) Income tax relating to Items that will not be reclassified to profit or loss | - | - | - |
| | (b)(i) Items that will be reclassified to profit or loss | - | - | - |
| | (ii) Income tax relating to Items that will be reclassified to profit or loss | - | - | - |
| | Other comprehensive income/ (loss) (a+b) | (0.50) | 14.41 | 11.95 |
| 15 | Total comprehensive loss for the period/ year (13+14) | (116.87) | (649.92) | (2,439.82) |
| 16 | Loss is attributable to: | | | |
| | Owners of the Company | (87.54) | (644.36) | (2,390.55) |
| | Non-controlling interest | (28.83) | (19.97) | (61.22) |
| 17 | Other comprehensive income/ (loss) is attributable to: | | | |
| | Owners of the Company | (0.50) | 14.41 | 11.95 |
| | Non-controlling interest | - | - | - |
| 18 | Total comprehensive income/ (loss) is attributable to: | | | |
| | Owners of the Company | (88.04) | (629.95) | (2,378.60) |
| | Non-controlling interest | (28.83) | (19.97) | (61.22) |
| 19 | Earnings per equity share (Refer note 11) | | | |
| | (a) Basic (₹) | (0.10) | (0.75) | (2.80) |
| | (b) Diluted (₹) | (0.10) | (0.75) | (2.80) |

Notes:

- 1 The unaudited consolidated financial results of Niyogin Fintech Limited (the 'Company') and its subsidiaries (collectively referred to as the 'Group') have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard (referred to as 'Ind AS') - 34, Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 (the 'Act') read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 'SEBI Listing Regulations'). Any application guidance/ clarifications/ directions issued by Reserve Bank of India ('RBI') or other regulators are implemented as and when they are issued/ applicable.
- 2 The consolidated financial results include the unaudited consolidated financial results of its Subsidiary Company, InvestDirect Capital Services Private Limited ('InvestDirect'), which includes MoneyMap Investment Advisors Private Limited (100% Subsidiary of InvestDirect).
- 3 The above unaudited financial results for the quarter ended 30 June 2020 along with comparative quarter have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at its meeting held on 23 July 2020.
- 4 In compliance with the SEBI Listing Regulations, a limited review of the consolidated financial results for the quarter ended 30 June 2020 has been carried out by the Statutory Auditors.
- 5 The Board of Directors of the Company at its meeting held on 11 February 2019 approved issuance of up to 1,143,277 equity shares of the Company to the shareholders of InvestDirect Capital Services Private Limited ('InvestDirect') for a total consideration not exceeding Rs. 860 lacs in consideration for acquiring 50.01% stake in InvestDirect. The said issue was also approved by the Company's shareholders vide postal ballot, results of which were declared on 27 March 2019. On 5 August 2019, the SEBI had accorded approval to MoneyMap Investment Advisors Private Limited (Subsidiary of InvestDirect). Subsequent to the SEBI approval, the Board had allotted 1,142,895 equity shares to the shareholders of InvestDirect at fair value of Rs. 536 lacs on 19 August 2019. InvestDirect became a Subsidiary of the Company w.e.f 19 August 2019.
- 6 Pursuant to the shareholders agreement dated 25 February 2019, the Company has been allotted 0.001% Non-Cumulative Compulsory Convertible Preference Shares by InvestDirect amounting to Rs. 150 lac on 18 October 2019 and Rs. 100 lac on 26 February 2020.
- 7 The Company at its Board Meeting held on 16 December 2019 approved the draft scheme of Amalgamation presented under section 230 - 232 and other applicable provisions of the Act and the rules and regulations made thereunder, of Information Interface India Private Limited with the Company and their respective shareholders and creditors (the 'Scheme'). The Scheme as aforesaid is subject to necessary approvals by the stock exchange, the Securities and Exchange Board of India, Reserve Bank of India, shareholders and creditors of the company(ies), as may be applicable. Chennai Bench of National Company Law Tribunal and such other statutory and regulatory approvals as may be required. On 9 July 2020, the Company has received the Observation letter from the BSE Limited.
- 8 In accordance with the board approved moratorium policy read with RBI guidelines dated 27 March 2020, 17 April 2020 and 23 May 2020 relating to 'COVID-19 - Regulatory Package', the Group has granted moratorium up to six months on the payment of installments falling due between 1 March 2020 and 31 August 2020 to all eligible borrowers. For all such accounts where the moratorium is granted, the asset classification has remained standstill during the moratorium period (i.e. the number of days past due shall exclude the moratorium period for the purposes of asset classification as per the Group's policy). This relaxation does not automatically trigger a significant increase in credit risk. The Group continues to recognise interest income during the moratorium period and in the absence of other credit risk indicators, the granting of a moratorium period does not result in accounts becoming past due and automatically triggering Stage 2 or Stage 3 classification criteria.

The impact of COVID-19 on the global economy and how governments, businesses and consumers respond is uncertain. This uncertainty is reflected in the Group's assessment of impairment loss allowance on its financial assets which are subject to a number of management judgements and estimates. In relation to COVID-19, judgements and assumptions include the extent and duration of the pandemic, the impacts of actions of governments and other authorities, and the responses of businesses and consumers, along with the associated impact on the global economy. While the methodologies and assumptions applied in the impairment loss allowance calculations remained unchanged from those applied while preparing the financial results for the year ended 31 March 2020, the Group has separately incorporated estimates, assumptions and judgements specific to the impact of COVID-19 pandemic and the associated support packages in the measurement of impairment loss allowance. The Group has been maintaining a healthy capital adequacy ratio and has adequate capital and financial resources to run its business. During the quarter ended 30 June 2020, the Group has considered an additional charge of Rs 159.66 lac in the financial results, due to a management overlay, to reflect deterioration in the macroeconomic outlook. The final impact of this pandemic is very uncertain and the actual impact may be different than that estimated based on the conditions prevailing as at the date of approval of these financial results. Management will continue to closely monitor the material changes in the macro-economic factors impacting the operations of the Group.
- 9 During the quarter ended on 31 March 2020, the Company has allotted an aggregate of 75,697 equity shares pursuant to the exercise of options under the Employees Stock Options Plan 2018.
- 10 There is no separate reportable segment as per Ind AS 108 on 'Operating Segments' in respect of the Group.
- 11 Earnings per share for the interim periods is not annualized.

Mumbai
23 July 2020

For and on behalf of the Board of Directors

Niyogin Fintech Limited

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PATANKAR Date: 2020.07.23
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Makarand Ram Patankar

Whole Time Director

DIN: 01584128