

May 12, 2023

Ref- 0149/BMO/12052023

To,
Senior General Manager
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai – 400001
Scrip Code: 953255

Dear Sir/Madam,

Subject: Outcome of the Board Meeting held on May 12, 2023

Pursuant to the provisions of Regulation 51 and 52 read with part B of Schedule III of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI LODR'), we wish to inform you that the Board of Directors of the Company at its meeting held on Friday May 12, 2023, have inter-alia transacted the following:

1. Approved the Audited Financial Results of the Company for the quarter and financial year ended on March 31, 2023, along with the Statement of Assets and Liabilities as on March 31, 2023, and Statement of Cash Flows for the financial year ended on March 31, 2023 ('Financial Results') and took on record the Auditor's Report thereon. A copy of aforementioned Financial Results along with the Auditor's Report is enclosed herewith.

Please note that the Statutory Auditors of the Company have issued Auditor's Report with unmodified opinion on the Financial Results. Accordingly, pursuant to Regulation 52(3)(a) of SEBI LODR, a declaration to that effect is enclosed herewith.

Security Cover Certificate for the Non-convertible Debentures of the Company as on March 31, 2023, as per regulation 54 read with SEBI Circular No SEBI/T10/MIRSD MRISD_CRADT/CIR/P/2022/67 dated May 19, 2022 is enclosed as Annexure III.

Further, the disclosure/information for the quarter and financial year ended on March 31, 2023, as required in accordance with Regulation 52(4), and other applicable regulations of SEBI LODR are also enclosed herewith the Financial Results.

2. Decided to convene the Thirtieth Annual General Meeting of the company on Monday, 12th June 2023.

Further in accordance with Regulation 52 (8) of the Listing Regulations, the company would be publishing the financial results in English newspaper on 13th May 2023.

The meeting of the Board of Directors of the company commenced at 4.30pm and concluded at 7.15pm.

Request you to kindly take the same on record.

Thanking You

For NeoGrowth Credit Private Limited

**TANUSHRI
HRI
YEWALE**

Digitally signed
by TANUSHRI
YEWALE
Date:
2023.05.12
19:42:15
+05'30'



**Tanushri Yewale
Company Secretary**

Independent Auditor's Report on financial results of Neogrowth Credit Private Limited pursuant to regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors
Neogrowth Credit Private Limited

Report on the Audit of financial results

Opinion

We have audited the accompanying quarterly and year to date financial results of Neogrowth Credit Private Limited ("the Company") for the quarter ended March 31, 2023 and the year to date results for the period from April 1, 2022 to March 31, 2023 attached herewith, being submitted by the Company pursuant to the requirement of regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, these financial results:

- i. are presented in accordance with the requirements of regulation 52 of the Listing Regulations in this regard and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the quarter ended March 31, 2023 and for the year ended March 31, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. ("the Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management and Board of Directors' Responsibility for the Financial Results

These financial results have been compiled from the financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards specified under section 133 of the Act, and other accounting principles generally accepted in India and in compliance with regulation 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the Financial Results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of

financial statement on whether the Company has adequate internal financials control with reference to financial statement in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

The financial results include the results for the quarter ended March 31, 2023 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up-to the third quarter of the current financial year which were subjected to limited review by us.

For **ASA & Associates LLP**

Chartered Accountants

Firm's Registration No. 009571N/N500006

Prateet Digitally signed
by Prateet
Kumar Kumar Mittal
Date:
Mittal 2023.05.12
18:54:24 +05'30'



Prateet Mittal

Partner

Membership Number: 402631

UDIN: 23402631BGXJUA4434

Place: Mumbai

Date: May 12, 2023

NeoGrowth Credit Private Limited
CIN No-U51504MH1993PTC251544
Regd Office: 802, 8th floor, Tower A, Peninsula Business Park, Ganpatrao Kadam Marg, Lower Parel (West), Mumbai-400013

Financial Results for the quarter and year ended March 31, 2023

(₹ in Crores)

	Particulars	Quarter ended			Year ended	
		March 31, 2023 (Audited) (Refer note 16)	December 31, 2022 (Unaudited)	March 31, 2022 (Audited) (Refer note 16)	March 31, 2023 (Audited)	March 31, 2022 (Audited)
1	Revenue from operations					
	(a) Interest income	96.46	90.44	89.04	363.13	357.54
	(b) Fee and commission income	3.69	3.74	1.44	12.78	3.46
	(c) Income on derecognition of loan assets	1.81	-	-	1.81	-
	(d) Net gain on fair value changes	0.86	1.39	(0.03)	3.17	0.59
	Total revenue from operations	102.82	95.57	90.45	380.89	361.59
2	Other income					
	Other income	0.26	0.74	0.31	2.05	1.17
3	Total Income (1+2)	103.08	96.31	90.76	382.94	362.76
4	Expenses					
	(a) Finance costs	37.52	41.01	37.72	159.01	153.42
	(b) Employee benefit expense	20.75	19.66	16.79	78.78	67.75
	(c) Depreciation and amortisation expense	1.94	1.90	2.04	7.58	7.81
	(d) Impairment on financial instruments (Refer note no 15)	17.64	20.19	16.04	69.68	147.30
	(e) Other expenses	11.91	9.71	9.34	42.42	38.25
	Total expenses	89.76	92.47	81.93	357.47	414.53
5	Profit/ (loss) before exceptional items & tax (3-4)	13.32	3.84	8.83	25.47	(51.77)
6	Exceptional Items	-	1.84	-	1.84	-
	Impact of modification of exercise price of Employee Stock Option Plan (Note 8)	-	1.84	-	1.84	-
7	Profit/ (loss) before tax (5-6)	13.32	2.00	8.83	23.63	(51.77)
8	Tax expense	3.47	0.50	2.06	6.37	(12.32)
	Current tax	-	-	0.29	-	2.23
	Tax expense of earlier period / year	-	-	-	(0.33)	-
	Deferred tax charge / (credit)	3.47	0.50	1.77	6.70	(14.55)
9	Net Profit / (Loss) for the period / year (7-8)	9.85	1.50	6.77	17.26	(39.45)
10	Other Comprehensive Income	(0.38)	(1.44)	1.84	(4.11)	1.49
	(A) (i) Items that will not be reclassified to profit or loss Remeasurement gain/(loss) on defined benefit plan	(0.16)	0.01	(0.04)	(0.12)	(0.09)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.04	-	0.02	0.03	0.02
	(B) (i) Items that will be reclassified to profit or loss Net gain / (Loss) on cash flow hedge	(0.34)	(1.93)	2.49	(5.37)	2.09
	(ii) Income tax relating to items that will be reclassified to profit or loss	0.08	0.48	(0.63)	1.35	(0.53)
11	Total Comprehensive Income (9+10)	9.47	0.06	8.61	13.15	(37.96)
12	Earnings Per Share (₹) (Face Value of ₹ 10/- each)					
	- Basic *	1.21	0.18	0.99	2.11	(5.78)
	- Diluted*	1.17	0.18	0.96	2.05	(5.78)

* Not annualised for the quarter ended March 31, 2023, December 31, 2022 and March 31, 2022.

Notes:

- NeoGrowth Credit Private Limited (the 'Company') has prepared its financial results (the 'Statement') for the quarter and year ended March 31, 2023 in accordance with Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'Listing Regulations, 2015') and the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and the relevant provisions of the Companies Act, 2013, as applicable.
- The Company's operating segments are evaluated by the Chief Operating Decision Maker as defined in Ind AS 108 - 'Operating Segments'. The Company operates in a single reportable segment i.e. financing, since the nature of the loans are exposed to similar risk and return profiles hence they are collectively operating under a single segment. The Company operates in a single geographical segment i.e. domestic.

NeoGrowth Credit Pvt Ltd

802, 8th Floor, Tower A, Peninsula Business Park, Ganpatrao Kadam Marg, Lower Parel (West), Mumbai- 400013 T: + 91 22 4921 9999 W: www.neogrowth.in

CIN: U51504MH1993PTC251544

3. Balance Sheet as at March 31, 2023

Particulars	(₹ in Crores)	
	March 31, 2023 (Audited)	March 31, 2022 (Audited)
ASSETS		
Financial assets		
(a) Cash and cash equivalents	175.23	90.00
(b) Bank balances other than (a) above	61.49	48.42
(c) Derivative financial instruments	3.82	5.95
(d) Receivables		
Trade receivables	1.24	0.29
Other receivables	12.61	2.75
(e) Loans	1,645.80	1,379.72
(f) Other financial assets	44.29	29.34
Non-financial assets		
(a) Deferred tax assets (net)	54.38	59.29
(b) Property, Plant and Equipment	1.07	1.48
(c) Right-of-use assets	15.70	20.80
(d) Intangible assets under development	1.02	-
(e) Other Intangible assets	0.38	0.60
(f) Other non- financial assets	14.81	13.90
TOTAL ASSETS	2,031.83	1,652.54
LIABILITIES AND EQUITY		
Financial liabilities		
(a) Derivative financial instruments	-	0.06
(b) Payables		
Trade payables		
(i) total outstanding dues of micro enterprises and small enterprises	0.32	0.11
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	11.91	10.17
(c) Debt securities	533.01	792.98
(d) Borrowings (other than debt securities)	867.14	500.80
(e) Other financial liabilities	34.09	34.96
Non-financial liabilities		
(a) Provisions	24.63	8.09
(b) Other non-financial liabilities	3.38	2.62
Equity		
(a) Equity share capital	18.00	18.00
(b) Other equity	539.33	284.75
TOTAL LIABILITIES AND EQUITY	2,031.83	1,652.54

4. Cash Flow Statement for the year ended March 31, 2023

Particulars	(₹ in Crores)	
	March 31, 2023 (Audited)	March 31, 2022 (Audited)
Operating activities		
Profit / (Loss) before tax	23.63	(51.77)
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation, amortisation and impairment	7.58	7.81
Non cash adjustment made for creation and foreclosure of Right-of-use assets	-	0.11
Fair value movement of embedded derivative	(0.06)	0.06
Effective Interest Rate adjustment in Borrowings	(3.17)	0.97
Interest Income on security deposits	(0.36)	(0.36)
Interest on Lease liability	2.51	2.93
Interest on Debt Securities	82.78	103.10
Income on Derecognition of Loan Assets	(1.81)	-
Interest on Borrowings	57.55	32.65
Employee Benefit expenses	14.87	1.69
Impairment on financial instruments	69.68	147.30
Remeasurement gain on defined benefit plan	(0.12)	(0.09)
Net gain on fair value of Investments	(3.12)	(0.66)
Working capital changes:		
Increase in Loan	(331.65)	(319.27)
Increase in Receivables	(10.81)	(3.05)
Increase in Other Financial Assets	(16.90)	(9.47)
Decrease / (Increase) in Other Non Financial Assets	0.49	(1.50)
(Increase) / Decrease in Bank balance other than cash and cash equivalents	(13.07)	209.66
Increase / (Decrease) in Trade payable	1.96	(1.34)
Increase / (Decrease) in Other financial liabilities	3.71	(3.12)
Increase / (Decrease) in Provisions	4.68	(1.14)
Increase / (Decrease) in Other non-financial Liabilities	0.76	(0.77)
Interest Paid on Debt Securities and Borrowings	(146.93)	(137.41)
Income tax paid (Net of refunds / payments)	(1.08)	(3.75)
Net cash flows used in operating activities	(258.88)	(27.42)
Investing activities		
Proceeds from sale of property, plant and equipment	0.00	0.02
Purchase of property, plant and equipment	(0.42)	(0.76)
Intangible assets under development	(1.02)	-
Purchase of intangible assets	0.00	(0.45)
Proceeds from redemption of Investments at fair value through profit and loss (net)	2,705.98	452.05
Investments in Mutual Fund at fair value through profit and loss (net)	(2,702.87)	(368.83)
Net cash flows from investing activities	1.68	82.03
Financing activities		
Debt securities issued	170.80	130.75
Debt securities repaid	(388.74)	(224.29)
Borrowings other than debt securities taken	893.62	396.86
Borrowings other than debt securities repaid	(528.09)	(314.26)
Proceeds from issuance of Equity Shares	0.00	-
Proceeds from issuance of Compulsorily Convertible Preference Shares	159.99	-
Compulsorily Convertible Debenture (CCD) issued	50.00	-
Payment towards share issue expenses	(6.15)	-
Expenses towards issuance of Compulsorily Convertible Debentures	(0.60)	-
Interest paid on lease liability	(2.51)	(2.93)
Principal portion of lease liability except short term lease payments	(5.91)	(5.27)
Net cash flows from / (used in) financing activities	342.42	(19.14)
Net increase in cash and cash equivalents	85.22	35.47
Cash and cash equivalents at beginning of the year	90.00	54.53
Cash and cash equivalents at the end of the year	175.22	90.00

NeoGrowth Credit Pvt Ltd

802, 8th Floor, Tower A, Peninsula Business Park, Ganpatrao Kadam Marg, Lower Parel (West), Mumbai- 400013 T: + 91 22 4921 9999 W: www.neogrowth.in

CIN: U51504MH1993PTC251544

5. All the non-convertible debentures of the Company are fully secured by way of exclusive first charge on certain identified receivables of the Company to the extent stated in the respective IM / Security Documents. Further, the Company has, at all times, maintained sufficient asset cover to discharge the principal amount, interest accrued thereon and such other sums as mentioned therein, as per the respective IM / Security documents.
6. During the year ended March 31, 2023, the Company has issued 1,51,82,630 Series D Compulsorily Convertible Preference Shares (CCPS) amounting to Rs. 160.00 crores to new investor. Further, CCD's amounting to Rs 85.5 crores have been converted into 1,04,42,887 Series D CCPS at the conversion price ranging from Rs 75 - Rs 102.22. The RBI approval on conversion of CCD's amounting to Rs 30.75 crores is awaited.
7. Pursuant to Regulation 52(7) of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015, we hereby confirm that issue proceeds of Non-Convertible Debentures (NCDs) issued by the Company and outstanding as on March 31, 2023 are being utilized as per the objects stated in the offer document. Further, we also confirm that there have been no deviations in the use of proceeds of issue of NCDs from the objects stated in the offer document.
8. During the year, the Company has modified the exercise price for Employee Stock Option Plan (ESOP) issued under the ESOP 2017 and ESOP 2018 scheme. The exercise price which was between Rs 113.17 - Rs 159.47 per share has been modified to Rs 105.38 per share. The impact of the modification in exercise price is disclosed as Exceptional Items.
9. During the year, the Company issued 7,89,871 ESOPs under the "NeoGrowth Employees Stock Option Plan 2022" approved on November 30, 2022.
10. The above financial results of the Company are reviewed and recommended by the Audit Committee and have been approved by the Board of Directors at its meeting held on May 12, 2023 respectively.
11. Disclosures pursuant to RBI Notification - RBI/2021-22/16 DOR.No.BP.BC/3/21.04.048/2020-21 dated 6 August 2020 and RBI/2021-22/31/DOR.STR.REC.11/21.04.048/2021-22 dated May 5, 2021

(Rs in Crs)

Type of Borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan - Position as at September 30, 2023 (A)	Of (A), aggregate debt that slipped into NPA during the half-year ended March 31, 2023	Of (A) amount written off during the half-year ended March 31, 2023*	Of (A) amount paid by the borrowers during the half-year ended March 31 2023**	Exposure to accounts classified as Standard consequent to implementation of resolution plan - Position as at March 31 2023
Personal Loans	-	-	-	-	-
Corporate persons***	-	-	-	-	-
of which, MSMEs	72.29	10.06	0.91	32.13	29.19
Others	-	-	-	-	-
Total	72.29	10.06	0.91	32.13	29.19

*represents debt that slipped into stage 3 and was subsequently written off during the half-year ended March 31, 2023.

** represents receipts net of interest accruals

***also includes individual Business Loans (Proprietor) and Small Business Loans (Non Proprietor).

12. Disclosures pursuant to RBI Notification - RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated 24 September 2021 for transfer through assignment of loan, acquisition of loans through assignment and acquisition/transfer of any stressed loan is as below.

(a) Details of the transfers through assignment in respect of loans not in default during the year ended March 31, 2023 is as below :

Particulars	No./Amount in Rs Crs
Count of loans accounts assigned	507
Amount of loan accounts assigned	48.66
Weighted average maturity (in months)	14.40
Weighted average holding period (in months)	10.20
Retention of beneficial economic interest	10%
Coverage of tangible security	100%
Rating wise distribution of rated loans	Not Rated

(b) The Company has not acquired through assignment any loans not in default during the year ended March 31, 2023

(c) The Company has not transferred any stressed loans during the year ended March 31, 2023

13. The Indian Parliament has approved the code on Social Security, 2020 which will subsume the Provident fund and the Gratuity Act and rules thereunder. The Ministry of Labour and Employment has also released draft rules thereunder on November 13, 2020 and has invited suggestions from stakeholders, which are under active consideration by 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.

14. Disclosure as per Regulation 52(4) of the SEBI (Listing Obligations & Disclosure Requirement) Regulations, 2015

Particulars	Quarter ended			Year ended	
	March	December	March	March	March
	31, 2023 (Audited)	31, 2022 (Unaudited)	31, 2022 (Audited)	31, 2023 (Audited)	31, 2022 (Audited)
Debt Equity Ratio (Refer Note i and iii)	2.31	2.03	3.33	2.31	3.33
Net worth (Refer Note ii and iii)	593.27	582.58	369.29	593.27	369.29
Net profit after tax	9.85	1.50	6.78	17.26	(39.45)
Earnings per share	1.21	0.18	0.99	2.11	(5.78)
Total debts to total assets (Refer Note iv)	67.40%	64.45%	74.33%	67.40%	74.33%
Net Profit Margin (%) (Refer Note v)	9.55%	1.56%	7.46%	4.51%	-10.87%
Sector specific equivalent ratios					
Gross Stage 3 asset (Refer Note vi)	3.24%	4.03%	10.82%	3.24%	10.82%
Net Stage 3 asset (Refer Note vii)	1.16%	1.56%	4.47%	1.16%	4.47%
CRAR (Tier I + II) (Refer Note viii and ix)	32.70%	35.70%	23.16%	32.70%	23.16%
CRAR (Tier I)	30.05%	32.90%	17.55%	30.05%	17.55%
CRAR (Tier II) (Refer Note ix)	2.65%	2.81%	5.61%	2.65%	5.61%

Notes

- Debt to equity ratio is arrived as (Debt securities + borrowings – Compulsorily Convertible Debentures + unamortised transaction cost attributable to raising CCD) / (Total Equity + CCD - unamortised transaction cost attributable to raising CCD - OCI). Further debt does not include financial guarantee obligations.
- Net worth is derived as Equity presented by Company plus Compulsorily Convertible Debentures minus unamortised transaction cost attributable to raising CCD. Further, other comprehensive income has not been included.
- CCD have been classified as part of Net worth/ Equity under Master Circular No. 15/2012-13 dated July 2, 2012 on Foreign Investment in India issued by Reserve Bank of India.
- Total debt to Total assets is derived as (Debt securities + borrowings – Compulsorily Convertible Debentures + unamortised transaction cost attributable to raising CCD)/(Total assets). Further debt does not include financial guarantee obligation.
- Net profit margin is derived as (Net profit for the period/ total income)
- Gross stage III % is derived as (Gross stage III loans) / (Gross loans)
- Net stage III % is derived as (Gross stage III loans - impairment allowance on stage III) / (Gross loans - impairment allowance on stage III)
- Risk Adequacy ratio is derived based on financial information as at March 31, 2023, December 31, 2022 and March 31, 2022 in accordance with applicable NBFC Master directions issued by Reserve Bank of India (RBI).
- For calculation of Capital Risk Adequacy ratio CCD is added in Tier II capital.
- Debt service coverage ratio, Interest service coverage ratio, Outstanding redeemable preference shares, Capital redemption Reserve/Debt Redemption Reserves, Current ratio, Long term debt to working capital, Bad debts to Accounts receivable ratio, Current liability ratio, Debtors turnover, Inventory turnover, Operating margin ratio and Liquidity Coverage Ratio is not applicable to the Company.

15. Expected Credit Loss (ECL) Model

The Company periodically reviews and updates its ECL model in line with the new inputs and performance trends to reflect the reasonableness and adequacy of ECL amount recognised as at reporting date. During the Financial Year 2022-23, the ECL model was reviewed and updated, and it has resulted into increase/decrease in expected credit loss for various cohorts of the Portfolio due to deterioration/improvement in performance of the cohort. The net impact of this exercise was Rs. 5.2 crores positive for the Financial Year 2022-23.

Stage	Principal Balance - Mar' 23	ECL as per Mar'		Impact of Model refresh & improvement in performance
		22 (PD and LGD)	23 (PD and LGD)	
		ECL	ECL	
Stage 1	1571.15	45.23	34.99	10.24
Stage 2	44.34	1.31	1.51	(0.20)
Stage 3	40.24	25.34	26.1	(0.76)
Grand Total	1655.73	71.88	62.61	9.28
Settlement cases moved directly to Stage 3				(1.19)
Secured Loans against immovable property (LGD increased from 10% to 40%)				(0.12)
100% Accrued Interest Reversal on Stage 3				(2.76)
Net Impact of changes				5.21

- The figures of the last quarter in each of the financial year are balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of the third quarter of the respective financial year, which were subject to Limited Review by the Statutory Auditors.
- Previous years / periods figures have been re-classified where appropriate to current years / periods presentation.

For NeoGrowth Credit Private Limited

ARUN KUMAR NAYYAR
Digitally signed
by ARUN
KUMAR NAYYAR
Date: 2023.05.12
18:42:17 +05'30'

Arun Nayyar
Managing Director & CEO
(DIN 06804277)



Place: Mumbai
Date: May 12, 2023

NeoGrowth Credit Pvt Ltd

802, 8th Floor, Tower A, Peninsula Business Park, Ganpatrao Kadam Marg, Lower Parel (West), Mumbai- 400013 T: + 91 22 4921 9999 W: www.neogrowth.in

CIN: U51504MH1993PTC251544