



VERITAS
FINANCE

VERITAS FINANCE PRIVATE LIMITED

CIN: U65923TN2015PTC100328, RBI Regn No: N-07.00810

Regd. Office: SKCL Central Square 1, South & North Wing, 7th Floor, Unit C28-C35, CIPET Road,
Thiru Vi Ka Industrial Estate, Guindy, Chennai – 600 032. www.veritasfin.in

Statement of Financial Results for the quarter and year ended 31 March 2024

(All amounts are in INR lakhs, except share data and as stated otherwise)

S.No	Particulars	Quarter Ended			Year Ended	
		31.03.2024 Audited	31.12.2023 Unaudited	31.03.2023 Audited	31.03.2024 Audited	31.03.2023 Audited
1	Total Income from Operations for the period / year	32,516.65	29,678.34	20,321.71	1,11,120.35	68,023.30
2	Net Profit for the period / year (before Tax, Exceptional and/or Extraordinary items)	10,476.81	8,354.65	7,264.80	32,296.46	23,285.00
3	Net Profit for the period / year before tax (after Exceptional and/or Extraordinary items)	10,476.81	8,354.65	7,264.80	32,296.46	23,285.00
4	Net Profit for the period / year after tax (after Exceptional and/or Extraordinary items)	7,978.81	6,336.68	5,518.41	24,505.26	17,640.38
5	Total Comprehensive Income for the period / Year	7,966.48	6,289.02	5,496.53	24,548.98	17,469.52
6a	Paid up Equity Share Capital	12,751.92	12,751.92	4,920.49	12,751.92	4,920.49
6b	Paid up Compulsorily Convertible Preference Share Capital	-	-	6,501.91	-	6,501.91
7	Reserves (excluding Revaluation Reserve)	2,20,203.43	2,12,018.57	1,47,703.20	2,20,203.43	1,47,703.20
8	Securities Premium Account	1,58,123.16	1,58,123.16	1,10,359.44	1,58,123.16	1,10,359.44
9	Net worth (equity and preference share capital + reserve and surplus excluding revaluation reserve)	2,32,955.35	2,24,770.49	1,59,125.60	2,32,955.35	1,59,125.60
10	Paid up Debt Capital / Outstanding Debt (debt securities + borrowings)	3,97,114.21	3,60,276.22	2,42,315.71	3,97,114.21	2,42,315.71
11	Outstanding Redeemable Preference Shares	-	-	-	-	-
12	Debt Equity Ratio (Refer note d)	1.70	1.60	1.52	1.70	1.52
13	Earnings per share (of INR 10 each) (Refer note e)					
	- Basic	6.04	4.96	11.22	23.98	36.15
	- Diluted	6.00	4.77	4.54	23.76	14.57
14	Capital Redemption Reserve	-	-	-	-	-
15	Debenture Redemption Reserve (Refer note f)	-	-	-	-	-
16	Debt Service Coverage Ratio (Refer note g)	-	-	-	-	-
17	Interest Service Coverage Ratio (Refer note q)	-	-	-	-	-

Notes :

(a) Veritas Finance Private Limited ("the Company") had received the Certificate of Registration dated 15 October 2015 from Reserve Bank of India ("RBI") to carry on the business of Non-Banking Financial Company without accepting public deposits ("NBFC-ND"). During May 2018, the Company had crossed the total assets threshold of INR 500 crores and had become a Non-Deposit Taking Systemically Important Non-Banking Financial Company ("NBFC-ND-SI"). The Company is a NBFC-ND-SI registered with the RBI and classified under middle layer as per scale based framework applicable from 01 October 2022. The Company has complied with and continues to comply with all the applicable regulations and directions of the RBI pertaining to middle layer. The asset size of the Company had crossed INR 5,000 crore during the Financial Year ended 31 March 2024. The Company is engaged in extending credit to micro and small enterprises, typically self-employed businesses and salaried segment primarily through business loans, housing loans and used commercial vehicle loans. The Company follows a cash flow based model for credit assessment with suitable adaptations for each type of income sources. The loans are given for business expansion, working capital, purchase of assets, construction of houses etc.

(b) The above statement is an extract from the detailed format of financial results for the quarter and financial year ended 31 March 2024 filed with the stock exchange under Regulation 52 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the financial results for the quarter and year ended 31 March 2024 are available on the websites of BSE (<https://www.bseindia.com>) and the Company website (<https://www.veritasfin.in/announcement-and-results.php>).

(c) The financial results for the quarter and year ended 31 March 2024 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at their respective meetings held on 25 April 2024 in terms of Regulation 33 and 52 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations 2015.

The above results have been subjected to audit by the statutory auditors of the Company. The statutory auditors have issued an unmodified opinion. These financial results have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Rules, 2016. These financial results have been drawn up on the basis of Ind AS that are applicable to the Company as at 31 March 2024 based on the press release issued by Ministry of Corporate Affairs ("MCA") on 18 January 2016. Any application guidance/ clarifications / directions issued by RBI or other regulators are implemented as and when they are issued / applicable.

(d) Debt equity ratio is calculated as $((\text{Debt securities} + \text{Borrowings}) / \text{Net worth})$.

(e) Earnings per share for the quarters ended 31 March 2024, 31 December 2023 and 31 March 2023 have not been annualised.

(f) Debenture redemption reserve is not required in respect of privately placed debentures in terms of Rule 18(7)(b)(ii) of Companies (Share Capital and Debenture) Rules, 2014.

(g) Debt service coverage ratio and Interest service coverage ratio is not applicable for Non-Banking Financial Company (NBFC) and accordingly no disclosure has been made.

(h) The figures for the quarter ended 31 March 2024 and 31 March 2023 are the balancing figures in respect audited figures of the full financial year and year to date figures of upto 31 December 2023 and 31 December 2022 respectively. The figures for the quarter ended 31 December 2023 are the balancing figures in respect of the reviewed figures of the nine months ended 31 December 2023 and figures of the half year ended 30 September 2023.

(i) The Company during the financial year ended 31 March 2024, had granted 7,26,667 Employees Stock Options of face value of INR 10 each at an exercise price of INR 475 & 75 per option, out of Employee Stock Options Scheme, on its own shares to specified employees of the Company on 26 October 2023, 30 January 2024 and 27 March 2024.

18,73,000 options of face value of INR 10 were exercised by the employees during the financial year ended 31 March 2024. The total outstanding employee stock options as at 31 March 2024 stands at 22,95,917.

(j) Capital raise: During the financial year ended 31 March 2024, the Company raised additional capital as follows (apart from conversion of Compulsorily Convertible Preference Shares ("CCPS")):

a) On 05 July 2023, the Company had raised INR 400.00 crores from new investors by issuing fully paid up equity shares of 82,36,723 at a price of INR 485.63 per share (including face value of INR 10 per share and securities premium of INR 475.63 per share) amounting to INR 8.24 crores and INR 391.76 crores respectively.

b) Also, on 05 July 2023, the Company had raised INR 0.27 crores by issuing partly paid up shares of 26,89,518 at a price of INR 1 per share from existing individual shareholders of the Company.

c) On 13 July 2023, the Company raised INR 78.68 crores by way of converting its partly paid up shares of 1,09,75,000 into fully paid up shares from the promoter of the Company.

d) Further to the above, on 10 July 2023, the Company raised INR 13.30 crores upon exercise of stock options by 64 employees under the Company's employees stock option schemes.

e) The Company also raised INR 0.19 crore upon exercise of stock options by 2 employees during August and September 2023.

(k) In order to enable the aforementioned capital increase, the Company had increased its authorised equity share capital from INR 64.98 crores to INR 136.98 crores. Accordingly, the Memorandum Of Association (MOA) of the Company was amended to give effect to the above.

The Company had duly obtained the consent of the shareholders vide an extraordinary general meeting dated 20 April 2023 to increase the authorised share capital and amend the MOA.

(l) Conversion of preference share capital: During September 2023, in accordance with the memorandum of association, articles of association, and the shareholder's agreement dated 21 June 2023, executed among the Company and the shareholders, the CCPS were converted into Equity shares of INR 10 each at a ratio of 1:1. The same was approved via board resolution dated 15 September 2023.

Pursuant to allotment of equity shares towards conversion of CCPS, intimation to BSE and PAS 3 were duly filed on 15 September 2023 and 03 October 2023 respectively.

(m) During the financial year ended 31 March 2024, the Company established a trust by name "Veritas Employees Gratuity Trust" for the purpose of covering the gratuity payable to employees as per Payment of Gratuity Act, 1972 in association with SBI Life Insurance Company Limited.

(n) Being a Middle layer NBFC (NBFC-ML), the company's Internal Capital Adequacy Assessment Process (ICAAP) takes a structured approach towards the identification, assessment, and management of all risks that may have a materially adverse impact on our business, financial position, and capital adequacy. The ICAAP framework is guided by the Company's Board approved ICAAP Policy, which is in line with regulatory expectations. Also the company has enhanced its framework for Enterprise Risk Management (ERM) to a comprehensive and holistic approach to risk management. In this regard, the Company has completed assessment of its risks to ensure availability of adequate capital to cover all risks applicable to the Company for financial year ended 31 March 2023 which include the Stress Test Scenario while assessing ICAAP.

(o) Previous periods/ year figures have been regrouped/reclassified wherever necessary, to confirm with the current period/year presentation.

For and on behalf of the board of directors of
Veritas Finance Private Limited

Place : Chennai
Date : 25.04.2024

Sd/-
D. Arulmany
Managing Director and Chief Executive Officer