

**Independent Auditor's Review Report on Unaudited Quarterly Standalone Financial Results and
Year to Date Financial Results of Belstar Microfinance Limited Pursuant to Regulation 52 of the
Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements)
Regulations, 2015 (as amended)**

The Board of Directors,
Belstar Microfinance Limited,

1. We have reviewed the accompanying statement of Unaudited Standalone Financial Results of Belstar Microfinance Limited (the 'Company'), for the quarter ended 31st December 2025 and the year to date results for the period 1st April 2025 to 31st December 2025 (the 'Statement') 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").
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 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 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 financial statements are 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. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material

SUNDARAM & SRINIVASAN

CHARTERED ACCOUNTANTS

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misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters, so far as it does not contradict Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules thereunder.

For Sundaram & Srinivasan
Chartered Accountants
Firm Registration Number – 004207S



Place: Chennai
Date: 3rd February 2026

Digitally
USHA signed by
USHA

S. Usha
Partner
Membership Number: 211785

UDIN: 26211785HAGEPI6596

BELSTAR MICROFINANCE LIMITED

CIN NO-U06599TN1988PLC081652

MV Square, No.4/14, Soundrapandian Street, Ashok Nagar, Chennai - 600 083.

Website:www.belstar.in

STATEMENT OF FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2025

(All amounts are in Millions of Indian Rupees, unless otherwise stated)

Particulars	Quarter ended			Nine month ended		Year ended
	31-Dec-25	30-Sep-25	31-Dec-24	31-Dec-25	31-Dec-24	31-Mar-25
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
(I) Revenue from operations						
(i) Interest income	4,345.48	4,154.54	4,887.20	12,547.51	15,776.27	20,029.00
(ii) Fee and commission income	51.08	2.35	0.46	55.02	1.19	3.23
(iii) Net gain on fair value changes on investments	17.28	21.50	45.65	74.31	173.08	224.98
(iv) Net gain on de-recognition of financial instruments under amortised cost category	137.89	-	212.83	137.89	704.79	759.63
Total Revenue from operations	4,551.73	4,178.39	5,146.14	12,814.73	16,655.33	21,016.84
(II) Other Income						
Total Income (I + II)	4,713.31	4,261.21	5,190.63	13,117.94	16,843.26	21,249.88
(III) Expenses						
(i) Finance cost	1,460.69	1,444.93	1,710.33	4,311.54	5,422.07	6,913.33
(ii) Fee and commission expenses	-	-	4.85	-	112.76	112.76
(iii) Net loss on fair value changes	-	-	-	-	-	-
(iv) Impairment of financial instruments	830.71	1,583.81	2,065.13	5,103.21	5,499.00	8,190.81
(v) Employee benefit expenses	1,134.52	1,179.97	992.21	3,478.09	2,760.75	3,868.63
(vi) Depreciation, amortization and impairment	16.96	15.55	27.01	47.70	80.22	98.25
(vii) Other expenses	468.72	464.31	375.21	1,510.30	1,068.31	1,557.29
Total Expenses (IV)	3,911.60	4,688.57	5,174.74	14,450.84	14,943.11	20,741.07
(V) Profit/(loss) before tax (III- IV)	801.71	(427.36)	15.89	(1,332.90)	1,900.15	508.81
(VI) Tax Expense:						
(i) Current tax	-	-	(187.92)	-	801.74	777.81
(ii) Deferred tax	292.51	(111.82)	179.76	(246.50)	(362.99)	(732.87)
(iii) Earlier years adjustments	-	-	0.09	-	13.60	-
Profit/(loss) for the period	509.20	(315.54)	23.96	(1,086.40)	1,447.80	463.87
(VII) Other Comprehensive Income						
A Items that will not be classified to profit or loss						
(i) Actuarial Gain/(Loss) on defined benefit obligation	-	-	-	0.27	(0.98)	1.07
(ii) Changes in value of forward element of forward contract	-	-	-	-	-	-
(iii) Tax impact thereon	-	-	-	(0.07)	0.25	(0.27)
Subtotal (A)	-	-	-	0.20	(0.73)	0.80
B Items that will be classified to profit or loss						
(i) Fair value changes on Financial Instruments measured at FVOCI	-	-	-	-	-	-
(i) Effective portion of gain on Hedging Instruments in Cash Flow Hedges	-	-	-	-	-	-
(ii) Tax impact thereon	-	-	-	-	-	-
Subtotal (B)	-	-	-	-	-	-
Other Comprehensive Income (A + B)	-	-	-	0.20	(0.73)	0.80
Total Comprehensive Income for the period	509.20	(315.54)	23.96	(1,086.20)	1,447.07	464.67
(VIII) Paid Up Equity Share Capital (Face value of Rs.10 per each)	548.44	548.44	548.44	548.44	548.44	548.44
Other Equity	-	-	-	-	-	16,739.70
Earnings per equity share (Face Value - Rs 10 per share)						
Basic (Rs.)	9.28	-5.75	0.44	-19.81	26.40	8.46
Diluted (Rs.)	9.28	-5.75	0.44	-19.81	26.40	8.46
	(Not Annualized)			(Not Annualized)		(Annualized)
See accompanying notes to financial results						



BELSTAR MICROFINANCE LIMITED

CIN NO-U06599TN1988PLC081652

M V Square, No.4/14, Soundarapandian Street, Ashok Nagar, Chennai - 600 083.

Website:www.belstar.in

STATEMENT OF FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2025

(All amounts are in Millions of Indian Rupees, unless otherwise stated)

- 1 The above results for the Quarter ended December 31, 2025 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 02, 2026 and February 03, 2026.
- 2 The standalone financial results has been prepared in accordance with recognition and measurement principles laid down in the Indian Accounting Standard prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules 2015, as amended from time to time, and other accounting principles generally accepted in India. These financial results may require further adjustments, if any, necessitated by, guidelines/ clarifications/ directions to be issued in the future by RBI, Ministry of Corporate Affairs or other regulators, which will be implemented as and when the same are made applicable.
- 3 In accordance with the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), a limited review of standalone financial results for the Quarter ended December 31, 2025 have been carried out by the Statutory Auditors of the Company.
- 4 The Company operates in a single business segment i.e. lending to customers, having similar risks and returns for the purpose of Ind AS 108 on 'Operating Segments'. The Company operates in a single geographical segment i.e. domestic.
- 5 Information as required by Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015. Refer Annexure 1
- 6 Disclosure pursuant to Reserve Bank of India RBI Circular No RBI/DOR/2025-26/359 DOR,STR,REC,278/21.04.018/2025-26 dated 28 November 2025 for details of loans transferred / acquired during the Quarter ended December 31, 2025. Refer Annexure 2
- 7 The secured Non-Convertible Debt Securities of the company as on December 31, 2025 are secured by way of exclusive charge on receivables of the Company by way of hypothecation to the extent of minimum 0.97 times of the outstanding principal and interest thereon. Refer Annexure 3
- 8 On November 21, 2025, the Government of India notified the four Labour Codes - the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020 - consolidating 29 existing labour laws. The Ministry of Labour & Employment published draft Central Rules and FAQs to enable assessment of the financial impact due to changes in regulations. The Company has assessed and considered the incremental impact in the financial results due to these changes based best information available, consistent with the guidance provided by the Institute of Chartered Accountants of India and Labour Ministry's FAQ. Based on the initial evaluation, the incremental liability is not material and the Company will continue to monitor the finalisation of Central / State Rules and clarifications from the Government on other aspects of the Labour Code and would provide appropriate accounting effects based on such developments as needed.
- 9 Previous period figures have been regrouped/ reclassified wherever necessary to conform to current period presentation.

For and on behalf of the Board of Directors of
Belstar Microfinance Limited



J. Balakrishnan

Wholetime Director & Chief Executive Officer
DIN:10409525



Place: Chennai

Date: February 03, 2026

BELSTAR MICROFINANCE LIMITED

Annexure 1

Disclosure in compliance with Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015 for the period ended December 31, 2025.

SL No	Particulars	Period ended Dec 31, 2025
1	Debt Equity Ratio (i)	3.77
2	Debt Service Coverage Ratio #	Not Applicable
3	Interest Service Coverage Ratio #	Not Applicable
4	Outstanding redeemable preference shares (quantity and value) #	Not Applicable
5	Debenture redemption reserve #	Not Applicable
6	Capital redemption reserve (Amount in Million)	500.00
7	Net worth - (Amount in Million)	16,625.47
8	Net Profit after tax (Amount in Million)	-1,086.40
9	Earning Per Share - Basic	-19.81
10	Earning Per Share - Diluted	-19.81
11	Current ratio #	Not Applicable
12	Long term debt to working capital; #	Not Applicable
13	Bad debts to Account receivable ratio; #	Not Applicable
14	Current liability ratio; #	Not Applicable
15	Total debts to total assets (ii)	77.53%
16	Debtors turnover #	Not Applicable
17	Inventory turnover #	Not Applicable
18	Operating margin (%) #	Not Applicable
19	Net profit margin (%) (iii)	-8.28%
20	Sector Specific Ratio; (a) Gross NPA Ratio (iv) (b) Net NPA Ratio (v) (c) Capital Adequacy Ratio (vii) (d) Provision Coverage Ratio (vi) (e) Liquidity Coverage Ratio for the quarter ended 31st December 2025 (vii)	4.93% 0.18% 21.99% 96.59% 146.07%
i)	Debt Equity Ratio - [Debt securities + Borrowings (Other than debt securities) + Subordinate Liabilities]/[Equity share capital + Other equity]	
ii)	Total debt to total assets - [Debt securities + Borrowings (Other than debt securities) + Subordinate Liabilities]/[Total assets]	
iii)	Net Profit Margin - [Profit after tax before OCI]/[Total Income]	
iv)	Gross NPA % - Gross Stage 3 Loans EAD / Gross Total Loan EAD]. (Exposure at default (EAD) Includes Loan Balance & Interest thereon)	
v)	Net NPA % - [Gross Stage 3 Loans EAD less impairment loss for Stage 3 loans] / [Gross Total Loan EAD Less Total Impairment loss Provision]	
vi)	Provision Coverage Ratio % - Total Impairment loss allowance for Stage 3 / Gross Stage 3 Loans EAD	
vii)	Capital Adequacy ratio and Liquidity Coverage Ratio are calculated as per applicable RBI guidelines	
#	The Company is registered under Reserve Bank of India Act 1934 as NBFC-MFI hence these ratios are Not Applicable.	

Annexure 2

Disclosure in compliance with RBI Notification - RBI/DOR/2025-26/359 DOR,STR,REC,278/21.04.018/2025-26 dated 28 November 2025

(i) Details of transfer through assignment and securitization in respect of loans not in default during the Quarter ended December 31, 2025

Entity	Direct Assignment	Pass Through Certificates
Count of Loan accounts Assigned (No. of Accounts)	56,900	1,01,568
Amount of Loan Account Assigned (In Mn)	2,042.04	4,165.61
Weighted average residual maturity (In Months)	14.36	16.66
Weighted average holding period of loans (In Months)	8.84	6.89
Weighted average Retention of beneficial economic interest (MRR)	13%	0%
Coverage of tangible security coverage	Nil	Nil
Rating-wise distribution of rated loans	Retail Loans - NA	CRISIL AA+

(ii) a. The Company has not transferred any stressed loans [(Special Mention Account (SMA) and Non- Performing Asset (NPAs)] during the quarter year ended December 31, 2025.

b. Details of recovery rating assigned for security receipts as on December 31,2025 are given below

Particulars	Recovery rating scale	Implied recovery	Book Value (in millions)
PARAS-161 TRUST	BWR RR1 [#]	100% - 150%	503.54
		Total	503.54

#Based on the credit rating obtained during June 2025.

Total carrying value of SRs held by the company is 484.38 millions. (Gross book value: 503.54 millions, Impairment allowance: 191.6 millions) as on December 31, 2025.

(iii) The Company has not acquired any loans not in default or Stressed loans [Special Mention Account (SMA) and Non-performing Assets (NPAs)] during the Quarter ended December 31, 2025.

