

## BELSTAR MICROFINANCE LIMITED

A Subsidiary of Muthoot Finance Limited

Registered Office :No 33, 48th Street, 9th Avenue , Ashok Nagar, Chennai- 600083 Corporate office : M V Square, No 4/14, Soundarapandian Street , Ashok Nagar, Chennai- 600083 CIN:U06599TN1988PLC081652

🖀 +91-44-43414567/ 43414511 🛞 www.belstar.in 🖄 bml@belstar.in 🛛 CIN:U06599TN1988PLC081652

Ref. No. 15/ 2024-2025

May 09, 2024

The General Manager Listing Operation **BSE Limited** Phiroze Jeejeeboy Towers Dalal Street Mumbai-400001

Sub: Disclosure under Regulation 54(2) and 54(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("LODR Regulations")

Dear Sir/Madam

Pursuant to Regulation 54(2) and 54(3) of SEBI (Listing Obligation & Disclosure Requirements), 2015 we hereby submit the extent and nature of security created, maintained and available with respect to secured listed non-convertible debt securities of the Company for the quarter ended March 31, 2024, as per the prescribed format in SEBI Circular as **Annexured**.

Thanking you, Yours faithfully,

For Belstar Microfinance Limited

Sunil Kumar Sahu Company Secretary and Chief Compliance Officer

Varma & Varma

**Chartered Accountants** 

**Independent Auditor's Certificate** 

To, The Board of Directors Belstar Microfinance Limited

# Statutory Auditor's Certificate for book value of assets available as security cover in respect of Listed Non-convertible Securities

- (1) This certificate has been issued in accordance with the terms of our engagement letter with Belstar Microfinance Limited ("the Company").
- (2) The accompanying statement containing the details of security Cover for Listed Secured non-convertible debt securities ('NCDs') outstanding as at 31-03-2024, has been prepared by the Company's management in accordance with terms of Securities And Exchange Board Of India (the "SEBI") Circular No. SEBI/ HO/ MIRSD/ MIRSD/ CRADT/ CIR/ P/ 2022/67 dated May 19, 2022 (hereinafter referred as the "SEBI Circular') and in accordance with terms of regulation 56(1)(d) of the Securities And Exchange Board Of India (Listing Obligations And Disclosure Requirements) Regulations, 2015, as amended from time to time (hereinafter referred as the "SEBI Regulations"). We have initialled the Statement for identification purposes only.

#### **Management's Responsibility**

(3) The preparation of the Statement in accordance with the requirements of the SEBI Circular, including the preparation and maintenance of all accounting and other relevant supporting records and documents, is solely the responsibility of the management of the Company. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of financial and other information furnished in the Statement and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.

#### Auditor's Responsibility

(4) Pursuant to requirement of the circular, it is our responsibility to express limited assurance in the form of a conclusion on the correctness of the book value of assets available as security cover for NCDs computed in the attached Statement.



No.2, (Old No.20), Second Canal Cross Road, Gandhi Nagar, Adyar, Chennai – 600 020 Ph : +91 44 2442 3496, 2445 2239 Email : chennai@varmaandvarma.com

Varma & Varma

### **Chartered Accountants**

- (5) We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.
- (6) We conducted our examination in accordance with the 'Guidance Note on Audit Report and Certificates for Special Purposes' issued by the Institute of Chartered Accountants of India. The Guidance Note also requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India.
- (7) The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement; and consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed. The procedures selected depend on the auditor's judgement including the assessment of the areas where a material misstatement of the subject matter information is likely to arise.

(8) We have performed the following procedures in relation to the Statement:

- a. Inquired and understood from the credit team of the company on the process followed for tagging of assets to NCDs.
- b. Obtained the list of assets tagged as security cover for the NCDs as per the audited books of accounts and traced the same to the attached statement.
- c. Obtained necessary management representations on the tagging of assets as security cover to NCDs.
- (9) We have audited the financial statements of the Bank as at and for the financial year ended March 31, 2024, and have issued our unmodified audit opinion vide our report dated May 09, 2024. Our audit of these financial statements was conducted in accordance with the Standards on Auditing as specified under Section 143(10) of the Companies Act, 2013 and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India, and other applicable authoritative pronouncements issued by the ICAI. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.



No.2, (Old No.20), Second Canal Cross Road, Gandhi Nagar, Adyar, Chennai – 600 020 Ph : +91 44 2442 3496, 2445 2239 Email : chennai@varmaandvarma.com

Varma & Varma **Chartered Accountants** 

#### Conclusion

(10) Based on procedures performed as above, evidence obtained, and the information and explanations given to us, along with the representations provided by the management, nothing has come to our attention that cause us believe that the book value of asset available for NCDs as mentioned in the accompanying statement are not correctly computed.

#### **Restrictions on Use**

(11) This Report is intended solely for the use of the management of the Bank and for the purpose of complying with the RBI letter referred to earlier and is not intended to be used or distributed for any other purpose. This Report relates only to the items specified above and does not extend to any financial statements of the Bank taken as a whole.

> For VARMA & VARMA Chartered Accountants FRN: 004532S

Arjun R Partner M No. 226775 UDIN: 24226775BKEDTL7794



Place: Chennai Date: 9<sup>th</sup> May 2024

> No.2, (Old No.20), Second Canal Cross Road, Gandhi Nagar, Adyar, Chennai – 600 020 Ph : +91 44 2442 3496, 2445 2239 Email : chennai@varmaandvarma.com

Annexure 4

Security cover certificate as per Regulation 54(3) of the Securities and Exchange Board of India (LODR) Regulation, 2015 as on March 31, 2024

Particulars		Exclusive Charge	Exclusive Charge	Pari- Passu Charge	Pari- Passu Charge	Pari- Passu Charge	Assets not offered as	Elimination (amount in	(Total C to H)	Ŷ	Related to only those items covered by this certificate	items covered t	oy this certificate	
							Security	negative)						
	Description of asset for which this certificate relate	Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with	Other assets on which there is pari- Passu charge (excluding items covered in		debt amount sonsidered more than once (due to exclusive plus pari passu		Market Value for Assets charged on Exclusive basis	Carrying .took value for exclusive charge assets where market value is not applicable (For Eq. Bank	Market Value for Pari passu charge Assets <sup>vii</sup>	value/book value for pari passu charge asets where market value is not assertamble or applicable (For Eg. Bank	Total Value(=K+L+M+ N)
					pari-passu charge)	Column F)		charge)			Balance, DSRA market value is not applicable)		Balance, DSRA market value is not	
		Book Value	Book Value	Yes/ No	Book Value	Book Value						Relating	Relating to Column F	
ASSETS Property Plant and Equipment				No	NA	NA	49.58		49.58			1	-	
Capital Work-in- Progress				No	NA	NA					•	•		
Right of Use Assets				o Z Z	AN	AN	59.39		59.39					
Intangible Assets				No	AN	NA	3.74		3.74				•	
Intangible Assets under Development				No	NA	AN	3.65		3.65					
Investments Loans	Receivables under			No	NA	AN			85,611.31		3,800.02			3,800.02
la contaciona	financing activities	3,800.02	65,724.28	No	NA	NA	16,087.01		1			,		
Trade Receivables				No	NA	AN	12.59		12.59					
Cash and Cash Equivalents				No	NA	NA	6,943.00		6,943,00					
Bank Balances other than Cash and Cash			235.00	No	NA	NA	159.95		394.95		•		'	
Others	Interest accrued on			No	NA	NA			2,849.31			•	•	
	Security deposits and Other						2,849.31							
	receivables								or 007 50					CU UUO C
Total		3,800.02	66,959.28		•		26,168.22		20'178'06		3,800.02			3,800.04
LIABILITIES														
Debt securities to which this certificate pertains	Listed Non Convertible Debentures	3,409.07		No	NA	NA	4,457.50		7,866.57			•	£	•
Other debt sharing pari-pass' charge with above				No	NA	NA							•	
debt				No	NIA	NA								
Other Uebt Subordinated debt				No	AN	NA	2,806.78		2,806.78					
Borrowings		not to be filled		No	NA	NA			•			•		
Bank			56,314.79	No	AN	AN	4,412.28		60,727,07					
Others			1,974.01	No	NA	AN			1.974.01					
Trade payables				No	AN	NA	34.78		34.78				•	
Lease Liabilities				No	NA	NA	175.04		175.06				•	
Criters	Other Non Financial Liabilities, Other payables, Other financial			N	AN	AN			2,653.67					2.
Total	Liapilities	3.409.07	58.288.80				14.605.11		76.302.99					
Cover on Book Value		1.115												
Cover on Market Value													A.F.	A N
		Exclusive Security Cover Ratio			Pari-Passu Security Cover Ratio						(		in the second	NCE
										AAAA	8 440		ANNENNA	INAL IN
										CHE CHE	THAT INTERNE		AAT 600	600 083
										T	1			

