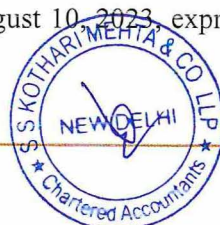


Independent Auditor's Limited Review Report on unaudited Financial Results of Aye Finance Private Limited for the quarter ended June 30, 2024, pursuant to the Regulation 52 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended

To
**The Board of Directors of
Aye Finance Private Limited**

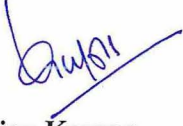
1. We have reviewed the accompanying Statement of unaudited financial results of **Aye Finance Private Limited** ("the Company") for the quarter ended June 30, 2024 ("the "Statement") attached herewith, being prepared and submitted by the Company pursuant to the requirement of Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"), which has been initialed by us for identification purpose.
2. This statement, which is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company, 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 ("the Act"), as amended, read with rules issued thereunder and other accounting principles generally accepted in India, read with the Listing Regulations. Our responsibility is to issue 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. 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 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.
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 the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ("Ind AS") specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the 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 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.
5. The unaudited financial results for the corresponding quarter ended June 30, 2023 included in the statement are based on the previously issued financial results of the Company, prepared in accordance with the Indian Accounting Standards (Ind-AS) specified under Section 133 of the Companies Act 2013 read with relevant rules issued there under, which were reviewed by predecessor auditor, whose report dated August 10, 2023, expressed an unmodified Conclusion on those unaudited financial results.



SS KOTHARI MEHTA
& CO. LLP
CHARTERED ACCOUNTANTS

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

For S S Kothari Mehta & Co. LLP
Chartered Accountants
Firm Registration No. 000756N/N500441



Vijay Kumar

Partner

Membership No.092671

UDIN: 24092671BKFBQ49837



Place: New Delhi

Date: August 12, 2024

Aye Finance Private Limited (CIN: U65921DL1993PTC283660)

Registered Address: M-5, Magnum House-I, Community Centre, Karampura, West, New Delhi - 110015, India

Tel. No.: 0124-4844000 | Email: corporate@ayefin.com | website: www.ayefin.com |

Statement of financial results for the quarter ended June 30, 2024

(All amounts are in Rs. crores unless otherwise stated)

Sr. No.	Particulars	Quarter ended		Year ended	
		June 30, 2024	March 31, 2024	June 30, 2023	March 31, 2024
		Unaudited	Audited*	Unaudited	Audited
1	Revenue from operations				
	Interest income	311.70	277.49	201.23	948.69
	Fees and commission income	12.83	14.58	10.79	47.86
	Net gain / (loss) on derecognition of financial instruments under amortised cost category	1.70	7.39	2.58	18.95
	Net gain on fair value changes	9.21	5.32	10.16	24.72
	Total revenue from operations	335.44	304.78	224.76	1,040.22
2	Other income	15.20	15.03	6.46	31.53
3	Total income [1 + 2]	350.64	319.81	231.22	1,071.75
4	Expenses				
	Finance cost	108.11	93.01	69.47	326.53
	Net loss on fair value changes	1.33	4.33	3.57	6.18
	Impairment on financial instruments	48.59	58.48	17.04	131.40
	Employee benefit expenses	82.46	77.60	65.49	275.21
	Depreciation and amortization expense	4.50	4.30	3.26	14.54
	Other expenses	24.18	28.66	20.75	90.03
	Total expenses	269.17	266.38	179.58	843.89
5	Profit before tax [3 - 4]	81.47	53.43	51.64	227.86
6	Tax expense:				
	Current tax	25.40	28.90	8.72	81.18
	Deferred tax	(4.87)	(11.13)	3.09	(14.45)
	Income tax expense [5 - 6]	20.53	17.77	11.81	66.73
7	Profit for the year (A)	60.94	35.66	39.83	161.13
8	Other comprehensive (loss) / income				
	Items that will not be reclassified subsequently to profit or loss				
	Re-measurement income on defined benefit plans	(1.19)	0.03	(0.91)	(0.56)
	Income tax effect	0.30	-	(0.25)	0.15
	Other comprehensive (loss) / income (B)	(0.89)	0.03	(1.16)	(0.41)
9	Total comprehensive income for the year (A+B)	60.05	35.69	38.67	160.72
10	Earnings per share **				
	Basic (Rs.)	17.05	9.98	12.84	49.84
	Diluted (Rs.)	16.86	9.89	12.68	49.29
	Nominal value	10.00	10.00	10.00	10.00
	* Please refer note 4				
	** Earnings per share for the interim periods are not annualised				

Gurugram
August 12, 2024




Sanjay Sharma
Managing Director
DIN: 03337545

Aye Finance Private Limited (CIN: U65921DL1993PTC283660)

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Notes:

- 1 The Company is a Middle Layer - NBFC as classified under Master Direction - Reserve Bank of India (Non - Banking Financial Company - Scale Based Regulations) Directions, 2023
- 2 The unaudited financial results for the quarter ended June 30, 2024, which have been subjected to limited review by Statutory Auditors of the Company, have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on August 12, 2024. The report is being filed with the BSE Limited and is also available on the Company's website (www.ayefin.com.)
- 3 The above unaudited financial results have been prepared in accordance with the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended and the Indian Accounting Standards (IND AS) notified under Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Rules, 2016, prescribed under section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued thereunder and the other accounting principles generally accepted in India. Any application guidance/clarification/directions issued by the Reserve Bank of India or other Regulators are implemented as and when they are issued/applicable.
- 4 The figures of quarter ended March 31, 2024 are the balancing figures between audited figures in respect of full financial year ended March 31, 2024 and reviewed figures for the nine months ended December 31, 2023.
- 5 Disclosure pursuant to RBI notification - RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated September 24, 2021.

(a) Details of loans (not in default) transferred through assignment:

Particulars	For the quarter ended	
	June 30, 2024	
Amount of loan accounts transferred (Rupees in crores)	41.22	
Retention of beneficial economic interest (MRR)	10%	
Weighted average maturity (residual maturity)	19.13 months	
Weighted average holding period	9.21 months	
Coverage of tangible security	0%	
Rating-wise distribution of rated loans	Unrated	

(b) The company has not re-purchased any loans in accordance with paragraph 48 of Master Direction - RBI (Transfer of Loan Exposures) Directions, 2021 during the quarter ended June 30, 2024.

(c) The Company has not transferred any stressed loans during the quarter ended June 30, 2024.

(d) The Company has not acquired any stressed loan during the quarter ended June 30, 2024.

- 6 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September, 2020. The effective date from which the changes are applicable is yet to be notified and the rules for quantifying the financial impact are yet to be framed. The Company will assess the impact of the Code when it comes into effect and the rules are framed. The Company will record any related impact in the period the Code becomes effective.
- 7 There is no separate reportable segment as per Ind AS 108 on 'Operating Segments' in respect of the Company.
- 8 The Company owns 100% of Foundation for Advancement of Micro Enterprises (FAME), incorporated under Section 8 of the Companies Act, 2013, to carry on corporate social responsibility activities. The financial results of FAME are not considered for consolidation since the definition of control is not met as the Company's objective is not to obtain economic benefits from the activities of FAME.
- 9 Pursuant to Regulation 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 we would like to state that all listed secured Non-Convertible Debentures of the Company are secured by way of first exclusive charge on hypothecated book debts of the Company up to the extent minimum of 100% of the amount outstanding.
- 10 Disclosures in compliance with Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter ended June 30, 2024 are attached as Annexure I to these financial results.

For and on behalf of the Board of Directors of
Aye Finance Private Limited



Sanjay Sharma
Managing Director
DIN: 03337545

Gurugram
August 12, 2024

Annexure - I

Aye Finance Private Limited (CIN: U65921DL1993PTC283660)

Registered Address: M-5, Magnum House-I, Community Centre, Karampura, West, New Delhi - 110015, India

Tel. No.: 0124-4844000 | Email: corporate@ayefin.com | website: www.ayefin.com |

Additional Disclosures pursuant to Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as at June 30, 2024

(All amounts are in Rs. crores unless otherwise stated)

S.No.	Particulars	For the quarter ended June 30, 2024
(a)	Debt equity ratio (times) (Refer Note 1)	3.37
(b)	Net worth (Refer Note 2)	1,237.93
(c)	Net profit after tax	60.94
(d)	Total debts to total assets (%) (Refer Note 3)	74.80%
(e)	Net profit margin (%) (Refer Note 4)	17.38%
(f)	Earnings per share (Rs)	
	Basic	17.05
	Diluted	16.86
(g)	Sector specific equivalent ratios	
	(i) Gross stage III ratio	
	Gross Stage III ratio (%)	3.32%
	(Gross stage III loans / Total loans)	
	(ii) Net stage III ratio	
	Net NPA ratio (%)	0.87%
	(Gross stage III loans - ECL on Gross stage III / (Total loans - ECL on Gross stage III))	
	(iii) Provision coverage ratio	
	Provision coverage ratio (%)	74.50%
	(ECL on Gross stage III) / (Gross stage III)	
	(iv) Capital to risk-weighted assets ratio (Calculated as per RBI guidelines)	32.91%
	(v) Liquidity Coverage Ratio (LCR)	165.71%

Notes:

- Debt equity ratio = (Debt securities + Borrowings other than debt securities + Subordinated liabilities (lease liabilities)) / Net-worth.
- Net-worth = Total equity - Deferred tax - Intangible assets - Prepaid expenses.
- Total debt to total assets = ((Debt securities + Borrowings other than debt securities + Subordinated liabilities (lease liabilities)) / Total assets.
- Net profit margin = Net profit for the period / Total income for the period.
- Other ratios / disclosures such as debt service coverage ratio, interest service coverage ratio, outstanding redeemable preference shares (quantity and value), current ratio, capital redemption reserve / debenture redemption reserve, long term debt to working capital ratio, bad debts to account receivable ratio, current liability ratio, debtors turnover, inventory turnover and operating margin (%) are not applicable / relevant to the Company.

For and on behalf of the Board of Directors of
Aye Finance Private Limited

Sanjay Sharma
Managing Director
DIN: 03337545

Gurugram
August 12, 2024