

Date : May 29, 2023
FCL/2023-24/BSE-08

To,
BSE Limited
Corporate Relationship Department
25th Floor, Phiroze Jeejeebhoy Towers,
Dalal Street, Fort, Mumbai - 400 001

Dear Sir / Madam,

Sub: Outcome of the Board Meeting held on May 29, 2023 - Disclosure under Regulation 51(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations")

This is with reference to Regulation 51 read with Part B of Schedule III, Regulation 52 and other applicable regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, it is hereby intimated that the Board of Directors at its meeting held today on May 29, 2023, inter alia considered and approved the Audited Financial Results for the quarter and year ended March 31, 2023.

We are enclosing herewith following documents in connection with the above :

1. Audited Financial Results for the quarter and Year ended March 31, 2023 along with the information as prescribed in Regulation 52 (4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations");
2. Unmodified and Clean Audit Report as issued by the Statutory Auditors of the Company for the Quarter and Year ended March 31, 2023;
3. Statement of Material Deviation or Variation as per Regulation 52 (7) and 52 (7A) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
4. Security Cover Certificate in compliance with Regulation 54 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. SEBI/HO/MIRSD/MIRSD_CRADT/CIR/P/2022/67.

Corporate Office :

701 7th Floor, Pinnacle Business Park, Corporate Road, Prahaladnagar Auda Garden, Ahmedabad -380015 Gujarat

Mobile No. +91 93166 29394 • **Phone No.** +91 079 – 47651701

Email: info@finstarscapital.com • **CIN:** U65100GJ1989PLC112111

Kindly take the same on records.

Thanking you,

Yours faithfully,
For Finstars Capital Limited,

Barun More

Mr. Barun More
Director
DIN : 07505258



Corporate Office :

701 7th Floor, Pinnacle Business Park, Corporate Road, Prahaladnagar Auda Garden, Ahmedabad -380015 Gujarat

Mobile No. +91 93166 29394 • **Phone No.** +91 079 – 47651701

Email: info@finstarscapital.com • **CIN:** U65100GJ1989PLC112111



Independent Auditor's Report on Audited Standalone Quarterly financial results and year to date results as on 31st. March, 2023 of **Finstars Capital Limited** pursuant to regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

INDEPENDENT AUDITOR'S REPORT

To
The Board of Directors of
Finstars Capital Limited

Report on the Audit of Standalone financial results

Opinion

We have audited the accompanying standalone quarterly financial results of **Finstars Capital Limited** for the quarter ended 31st. March, 2023 and the year to date results for the period from 1st April, 2022 to 31st March, 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 standalone financial results:

- a. are presented in accordance with the requirements of regulation 52 of the Listing Regulations in this regard and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards, RBI guidelines and other accounting principles generally accepted in India of the net profit/ loss and other financial information for the quarter ended 31st March, 2023 as well as the year to date results for the period from 1st April, 2022 to 31st March, 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')/ issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 standalone 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.

Our opinion is not modified in respect of this matter.

Board of Directors' Responsibility for the Standalone Financial Results

These standalone financial results have been compiled from the interim standalone financial statements. The Board of Directors are responsible for the preparation of these standalone Financial Results that give a true and fair view of the net profit/ loss and other financial information in accordance with the recognition and measurement principles laid down in Accounting Standard 25 (AS 25)/ Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting" specified under section 133 of the Act/ issued by the Institute of Chartered Accountants of India, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India (RBI) from time to time ('RBI Guidelines') 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/ Banking Regulation Act, 1949 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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.



In preparing the standalone financial results, the Board of Directors are responsible for assessing the Company 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 financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone financial results. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the standalone 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, but not for the purpose of expressing an opinion on the effectiveness of the Company internal control.
- 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 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 standalone 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 standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

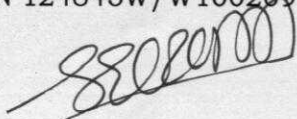
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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.

Our opinion on the standalone financial results is not modified in respect of above matter.

Unique Document Identification Number (UDIN) for this document is
23112900BGWWHA1111

For, KPSJ & Associates LLP
Chartered Accountants
FRN 124845W/W100209



Shriram Ramratan Laddha
Partner
Membership No: 112900



Place: Ahmedabad
Date: 29/05/2023

FINSTARS CAPITAL LIMITED
AUDITED FINANCIAL RESULT FOR THE QUARTER AND YEAR ENDED ON 31ST MAR, 2023

(Amount in Lacs)

| Sr. | Particulars | Standalone | | | Standalone | |
|-------|-----------------------------------------------------------------------------------------|---------------|---------------|---------------|----------------|---------------|
| | | Quarter Ended | | | Year Ended | |
| | | 31/03/2023 | 31/12/2022 | 31/03/2022 | 31/03/2023 | 31/03/2022 |
| | | | | | | |
| | | (Audited) | (Unaudited) | (Audited) | (Audited) | (Audited) |
| I | Revenue From Operation | | | | | |
| | (a) Net Sales / Income From Operation | 271.91 | 265.51 | 171.96 | 870.39 | 463.79 |
| | (b) Other Operation Income | 269.54 | 79.36 | 90.85 | 439.65 | 403.12 |
| | Total Income From Operating Income | | | | | |
| II | Other Income | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| III | Net Gain on Derecognition of Financial Assets at Amortized Cost | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| IV | Net Gain on Reclassification of Financial Assets | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| V | Total Income (I+II+III+IV) | 541.45 | 344.88 | 262.81 | 1310.04 | 866.91 |
| VI | Expenditure | | | | | |
| | (a) Cost of Material Consumed | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | (b) Purchase of Stock in Trade | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | (c) Changes in Inventories of Finished Goods, Stock-in-Trade and Work-In-progress | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | (d) Employees Benefits Expenses | 100.52 | 83.55 | 59.41 | 331.05 | 208.46 |
| | (e) Finance Cost | 192.54 | 103.10 | 27.22 | 315.15 | 86.25 |
| | (f) Depreciation & Amortisation Expenses | 11.70 | 21.21 | 6.22 | 45.35 | 24.88 |
| | (g) Others Expenses | 91.93 | 75.11 | 67.94 | 267.14 | 150.77 |
| | Total Expenses (VI) | 396.69 | 282.97 | 160.79 | 958.69 | 470.36 |
| VII | Profit/(Loss) Before Exceptional Items (V-VI) | 144.76 | 61.90 | 102.02 | 351.36 | 396.54 |
| VIII | Exceptional Items | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| IX | Profit / (Loss) Before Tax (VII+VIII) | 144.76 | 61.90 | 102.02 | 351.36 | 396.54 |
| X | Provision | | | | | |
| | Provision for Contingencies other than taxes | 16.54 | 3.90 | 2.83 | 20.44 | 11.31 |
| XI | Tax Expenses | | | 0.00 | | |
| | (a) Current Tax | 62.18 | 11.84 | 26.52 | 95.00 | 101.29 |
| | (b) Deferred Tax | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | (c) Prior Period tax Adjustment | 0.00 | 0.00 | 0.00 | 0.00 | 0.09 |
| XII | Profit / (Loss) For The Period From Continuing Operation (IX-X) | 66.04 | 46.16 | 72.66 | 235.92 | 283.85 |
| XIII | Profit / (Loss) For The Period From Discontinuing Operation | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| XIV | Tax Expenses of Discontinued Operations | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| XV | Profit / (Loss) For The Period From Discontinuing Operation After Tax (XII-XIII) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| XVI | Profit / (Loss) For The Period (XI+XIV) | 66.04 | 46.16 | 72.66 | 235.92 | 283.85 |
| XVII | Other Comprehensive Income | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | (a) (i) Items That Will Not be Reclassified to Profit or Loss | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | (ii) Income Tax Relating to Items That Will Not Be Reclassified to Profit or Loss | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | (b) (i) Items That Will be Reclassified to Profit or Loss | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | (ii) Income Tax Relating to Items That Will Be Reclassified to Profit or Loss | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | (ii) Defined Benefit recognised in comprehensive income | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| XVIII | Total Comprehensive Income For The Period (XV+XVI) | | | | | |
| | Paid up Equity Share Capital (Face value Rs. 10/-) | 305.31 | 305.31 | 305.31 | 305.31 | 305.31 |
| XIX | Earning Per Share (EPS) For Continuing Operation | | | | | |
| | (a) Basic | 2.16 | 1.51 | 2.38 | 7.73 | 9.30 |
| | (b) Diluted | 2.16 | 1.51 | 2.38 | 7.73 | 9.30 |



Adv. Man

Nishi

FINSTARS CAPITAL LIMITED
STATEMENT OF ASSETS AND LIABILITIES AS AT 31/03/2023

(Amount in Lacs Rs.)

| | Particulars | Note No. | As at 31st March, 2023 | As at 31st March, 2022 |
|----------|------------------------------------------------------|----------|------------------------|------------------------|
| A | ASSETS : | | | |
| 1 | Non Current Assets | | | |
| | Property , Plant & Equipments | (2) | 127.30 | 132.74 |
| | Financial Assets | | | |
| | Investments | (3) | 4.06 | 0.00 |
| | Long term Advances | (4) | 3942.11 | 2742.73 |
| | Other Financial Assets | (5) | 61.15 | 2.50 |
| | Sub - Total : Non- current Assets | | 4134.61 | 2877.97 |
| 2 | Current Assets | | | |
| | Financial Assets | | | |
| | Trade Receivable | (6) | 0.18 | 0.67 |
| | Short term Advances | (7) | 1286.45 | 33.44 |
| | Cash and Cash Equivalents | (8) | 6.12 | 2.50 |
| | Bank Balance other than Cash and Cash | (9) | 379.70 | 9.91 |
| | Other Current Assets | (10) | 31.96 | 5.41 |
| | Sub - Total : Current Assets | | 1704.41 | 51.92 |
| | TOTAL ASSETS | | 5839.03 | 2929.90 |
| B | EQUITY AND LIABILITIES : | | | |
| 1 | Equity | | | |
| | Equity Share Capital | (11) | 305.31 | 305.31 |
| | Other Equity | (12) | 1200.32 | 964.40 |
| | Sub - Total : Shareholders' Funds | | 1505.63 | 1269.72 |
| 2 | Non- Current Liabilities | | | |
| | Financial Liabilities | | | |
| | Debentures | (13) | 2500.00 | 0.00 |
| | Long term Loans | (14) | 947.24 | 1604.07 |
| | Other Liabilities | (15) | 54.99 | 0.00 |
| | Income tax Liabilities - (Net) | | | |
| | Sub - Total : Non- current Liabilities | | 3502.22 | 1604.07 |
| 3 | Current Liabilities | | | |
| | Financial Liabilities | | | |
| | Short term Loans | (16) | 653.70 | 0.00 |
| | Trade Payables | (17) | 11.48 | 4.69 |
| | Other Current Liabilities | (18) | 59.04 | 27.34 |
| | Short-term provisions | (19) | 96.88 | 21.05 |
| | Income tax Liabilities - (Net) | (20) | 10.07 | 3.03 |
| | Sub - Total : Current Liabilities | | 831.17 | 56.11 |
| | TOTAL- EQUITY AND LIABILITIES | | 5839.03 | 2929.90 |
| | See accompanying notes forming part of the financial | (1) | | |

In terms of our report attached.

UDIN : 23112900BGWWHB1315
For K P S J & ASSOCIATES LLP
Chartered Accountants
FRN: 124845W/W100209

[Signature]
Shriram Ramratan Laddha
Partner
M No.112900
Place : Ahmedabad
Date : 29/05/2023



For and on behalf of the Board of Directors
FINSTARS CAPITAL LIMITED

[Signature]
BARUN MORE
Director
DIN-07505258
Place : Ahmedabad
Date : 29/05/2023

[Signature]
NISHA MORE
Director
DIN-02878931

FINSTARS CAPITAL LIMITED
Cash Flow Statement for the year Period 01/04/2022 to 31/03/2023

(Amount in Lacs Rs.)

| | Year ended March 31,2023 | Year ended March 31,2022 |
|------------------------------------------------------|-----------------------------|-----------------------------|
| A Cash Flows From Operating Activities | | |
| Net Profit before Tax | 351.36 | 396.54 |
| Adjustments for : | | |
| Depreciation & Amortiation | 45.35 | 24.88 |
| Financial cost | 315.15 | 86.25 |
| Interest Income | - 24.21 | 0.00 |
| Dividend Income | - 0.04 | 0.00 |
| Short Term Capital Gain on | - 2.37 | 0.00 |
| Operating Profit before Working Capital Changes | 685.24 | 507.68 |
| Movement in Working Capital : | | |
| (Increase)/Decrease in Long Term Loan & Advances | - 1199.38 | - 1218.40 |
| (Increase)/Decrease in Short Term Loans and Advances | - 1253.01 | - 15.19 |
| (Increase)/Decrease in Other Financial Assets | - 58.65 | 0.00 |
| (Increase)/Decrease in Trade Receivable | 0.49 | - 0.52 |
| Increase/(Decrease) in Trade Payables | 6.79 | - 2.27 |
| Increase/(Decrease) in Other Current Liabilities | 31.70 | - 76.25 |
| (Increase)/Decrease in Other Current Assets | - 26.54 | - 1.76 |
| Increase/(Decrease) in Other Liabilities | 54.99 | 0.00 |
| Increase/(Decrease) in Short Term Provisions | 55.39 | 0.96 |
| Cash generated from/(used in) operations | - 1702.99 | - 805.76 |
| Direct taxes paid | - 87.96 | - 110.09 |
| Net cash flow from/(used in) operating activities | (A) - 1790.94 | - 915.85 |
| B Cash Flows From Investments Activities | | |
| Purchase Of Fixed Assets | - 50.03 | - 90.24 |
| Advance for Capital Goods | 0.00 | 2.80 |
| Purchase of Investment | - 4.06 | - 1.42 |
| Sale Of Fixed Assets | 12.50 | 0.00 |
| Dividend Income | 0.04 | 0.00 |
| Interest Received | 24.21 | 0.00 |
| Net cash flow from/(used in) investing activities | (B) - 17.35 | - 88.87 |
| C Cash Flows From Financing Activities | | |
| Proceeds from increase of Share Capital | 653.70 | 0.00 |
| Proceeds from Long Term Borrowings | - 656.83 | 1162.95 |
| Proceeds from issue of debenture | 2500.00 | 0.00 |
| Proceeds from Short Term Borrowings | 0.00 | - 67.50 |
| Finance Cost | - 315.15 | - 86.25 |
| Net cash generated/ (used in) financing activities | (C) 2181.71 | 1009.20 |
| Net increase/(decrease) in cash and cash equivalents | (A+B+C) 373.42 | 4.48 |
| Cash and cash equivalents at beginning of the year | 12.40 | 7.92 |
| Cash and cash equivalents at end of the year | 385.83 | 12.40 |

Notes:

- (i) The cash flow statement has been prepared under indirect method as set out in Accounting Standard -3 "Cash Flow Statement" specified u/s 133 of The Companies Act 2013 read with rule 7 of the Companies (Accounts) Rules, 2014.
- (ii) Figures in brackets represent outflows. Previous year figures have been recast/restated wherever necessary. As per our report of even date

UDIN : 23112900BGWWHB1315
For K P S J & ASSOCIATES LLP
Chartered Accountants
FRN: 124845W/W100209

Shriram Ramratan Laddha
Partner
M No.112900
Place : Ahmedabad
Date : 29/05/2023



For and on behalf of the Board of Directors
FINSTARS CAPITAL LIMITED

BARUN MORE NISHA MORE
Director Director
DIN-07505258 DIN-02878931
Place : Ahmedabad
Date : 29/05/2023

Note 28:

RELATED PARTY DISCLOSURES

A. WHERE CONTROL EXISTS

| Name of the Party | Nature of Relation |
|----------------------------------------------------------------------------|--------------------|
| Note : There is no transaction with related party , where control is exist | |

B. NAME OF RELATED PARTIES AND DESCRIPTION OF RELATIONSHIP, WHERE TRANSACTION HAVE TAKEN PLACE DURING THE YEAR:

:- KEY MANAGEMENT PERSONNEL

| | |
|----------------------|---------------|
| Barun More | Director |
| Nisha More | Director |
| Ashishkumar Pancholi | Ind. Director |
| Umang Kumar Thakkar | Ind. Director |

:- ENTERPRISES ON WHICH KEY MANAGEMENT PERSONNEL AND THEIR RELATIVE HAVE SIGNIFICANT INFLUENCE

| Name of the Party | Nature of Relation |
|-------------------|--------------------|
| - | - |

C. DISCLOSURES FOR TRANSACTIONS WITH RELATED PARTIES DURING THE YEAR.

| Nature of Transactions | Enterprise on which Control Exists. | Key Management Personnel. | Enterprises on which Key Management personnel and their Relatives have significant | Total |
|------------------------|-------------------------------------|---------------------------|------------------------------------------------------------------------------------|-----------|
| Sitting Fees | - | 72,000 | - | 72,000 |
| Loan Received | - | - | - | - |
| Loan paid | - | - | - | - |
| Expenses incurred | - | 20,30,644 | - | 20,30,644 |
| Remuneration | - | 34,80,000 | - | 34,80,000 |

D. DISCLOSURES FOR BALANCE OUTSTANDING WITH RELATED PARTIES

| Nature of Transactions | Enterprise on which Control Exists. | Key Management Personnel. | Enterprises on which Key Management personnel and their Relatives have significant | Total |
|------------------------|-------------------------------------|---------------------------|------------------------------------------------------------------------------------|-------|
| Loan Payable | 0 | 0 | 0 | 0 |

Note 29:

The Company has not received any intimation from "Suppliers" regarding their status under the Micro, Small and Medium enterprises Development Act, 2006 and hence disclosure, if any, relating to the amount un-paid as the end of year together with interest paid/ payable as required under the said Act have not been furnished.

Note 30:

Expenditure In Foreign Currency (Accrual Basis) : NIL

Earning in foreign Currency : NIL

Note 31:

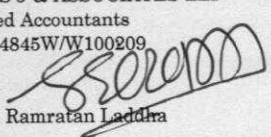
GST input credit receivable and GST payable of financial year 2022-23 has been effected in GST Return of April 2023.

Note 32:

Previous year's figures have been regrouped and reclassification wherever necessary to correspond with the current year's classification/ disclosure

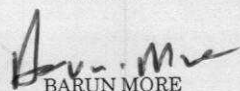
As per our report of even date attached

UDIN : 23112900BGWWHB1315
For K P S J & ASSOCIATES LLP
Chartered Accountants
FRN: 124845W/W100209


Shriram Ramratan Laddha
Partner
M No.112900
Place : Ahmedabad
Date : 29/05/2023



For and on behalf of the Board of Directors
FINSTARS CAPITAL LIMITED


BARUN MORE
Director
DIN-07505258
Place : Ahmedabad
Date : 29/05/2023


NISHA MORE
Director
DIN-02878931

Date: 29/05/2023
FCL/2023-24/BSE-10

To,
BSE Limited,
1st Floor, P.J. Towers,
Dalal Street,
Mumbai - 400 001.

Subject : Statement of Material Deviation or Variation as per Regulations 52(7) and 52(7A) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, for the quarter ended March 31, 2023

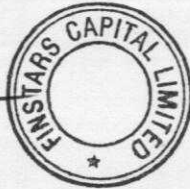
Pursuant to Regulations 52(7) and 52(7A) of SEBI Listing Regulations, please find enclosed herewith Nil statement of material deviation or variation in the use of proceeds from the issue of Non-Convertible Debentures during the quarter ended March 31, 2023.

Kindly take the same on records.

Thanking you,

Yours faithfully,
For Finstars Capital Limited,


Mr. Barun More
Director
DIN : 07505258



Corporate Office :

701 7th Floor, Pinnacle Business Park, Corporate Road, Prahaladnagar Auda Garden, Ahmedabad -380015 Gujarat

Mobile No. +91 93166 29394 • **Phone No.** +91 079 - 47651701
Email: info@finstarscapital.com • **CIN:** U65100GJ1989PLC112111

A. Statement of utilization of issue proceeds:

| Name of the Issuer | ISIN | Mode of Fund Raising (Public issues/ Private placement) | Type of instrument | Date of raising funds | Amount Raised Cr. | Funds utilized Cr. | Any deviation (Yes/ No) | If 8 is Yes, then specify the purpose of for which the funds were utilized | Remarks if any |
|--------------------------|---------------|---------------------------------------------------------|----------------------------|-----------------------|-------------------|--------------------|-------------------------|----------------------------------------------------------------------------|----------------|
| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
| Finstars Capital Limited | INE08X A07029 | Private Placement | Non-Convertible Debentures | 13-10-2022 | 15 | 15 | No | N.A. | |
| Finstars Capital Limited | INE08X A07011 | Private Placement | Non-Convertible Debentures | 13-10-2022 | 10 | 10 | No | N.A. | |

B. Statement of deviation/ variation in use of Issue proceeds:

| Particulars | Remarks |
|-------------------------------------------------------------------------------------------------------------------|----------------------------|
| Name of the Listed Entity | Finstars Capital Limited |
| Mode of Fund Raising | Private Placement |
| Type of Instrument | Non-Convertible Debentures |
| Date of raising the funds | As per Part-A |
| Amount raised | As per Part-A |
| Report filed for quarter ended | March 31, 2023 |
| Is there a deviation/ variation in use of funds raised? | No |
| Whether any approval is required to vary the objects of the issue stated in the prospectus/ offer document? | N.A. |
| If yes, details of the approval so required? | N.A. |
| Date of approval | N.A. |
| Explanation for the deviation/ variation | N.A. |
| Comments of the audit committee after review | N.A. |
| Comments of the auditors, if any | N.A. |
| Objects for which funds have been raised and where there has been a deviation/ variation, in the following table: | |
| | Not Applicable |
| Deviation could mean : | |
| a. Deviation in the objects or purposes for which the funds have been raised. | |
| b. Deviation in the amount of funds actually utilized as against what was originally disclosed. | |



Corporate Office :

701 7th Floor, Pinnacle Business Park, Corporate Road, Prahaladnagar Auda Garden, Ahmedabad -380015 Gujarat

Mobile No. +91 93166 29394 • Phone No. +91 079 – 47651701

Email: info@finstarscapital.com • CIN: U65100GJ1989PLC112111

Barun More



Name : Mr. Barun More

Designation : Director

DIN : 07505258

Date : 29/05/2023

There were no deviation / variation in the use of issue proceeds of the non-convertible securities as compared to the objects of the issue as provided under Regulation 52(7A) of the SEBI (LODR) Regulations, 2015, during the reporting quarter.

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Date : May 29, 2023
FCL/2023-24/BSE-11

To,
BSE Limited
Corporate Relationship Department
25th Floor, Phiroze Jeejeebhoy Towers,
Dalal Street, Fort, Mumbai - 400 001

Dear Sir / Madam,

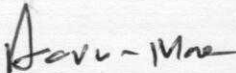
Subject : Security Cover Certificate pursuant to Regulation 54(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), as on 31st March, 2023.

With reference to the captioned subject, we are enclosing herewith a copy of the Certificate on the extent and nature of security created and maintained with respect to listed non-convertible debt securities of the Company as provided in Regulation 54 of the SEBI Listing Regulations, as amended from time to time, for the Financial Year ended 31st March, 2023 duly signed and issued by M/s. KPSJ & Associates, Chartered Accountants, Statutory Auditors of the Company.

Kindly take the same on records.

Thanking you,

Yours faithfully,
For Finstars Capital Limited,


Mr. Barun More
Director
DIN : 07505258



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Email: info@finstarscapital.com • CIN: U65100GJ1989PLC112111

Date: 29/05/2023

To,

Beacon Trusteeship Limited
4C & D, Siddhivinayak Chambers,
Gandhi Nagar, Bandra East,
Mumbai – 400051

Sub: Certificate for Security Cover of M/s Finstars Capital Limited

Dear Madam/ Sir,

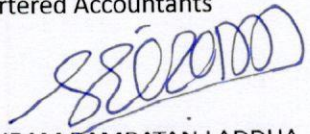
Please find enclosed herewith certificate for Security Cover of M/s **Finstars Capital Limited** for the year ended 31st March, 2023 in reference to NCD issued. As per Annexure -1

We certified that the above information is true to best of our knowledge and documents produce to us.

Unique Document Identification Number (UDIN) for this document is 23112900BGWWHC4808

Thanking you

K P S J & ASSOCIATES LLP
Chartered Accountants


SHRIRAM RAMRATAN LADDHA
Partner
Membership Number: 112900
FRN. 124845W/W100209



Encl. Annexure -1

Annexure E

a) Revised Format for Security Cover Certificate

Rs. in crores

| Column A | Column B | Column C ¹ | Column D ² | Column E ³ | Column F ⁴ | Column G ⁵ | Column H ⁶ | Column I ⁷ | Column J | Column K | Column L | Column M | Column N | Column O |
|---------------------------------------------------|--------------------------------------------------------|----------------------------------------------|-----------------------|----------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------|--------------------------------|---------------------------------------------------------------------------------|----------------|----------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------|
| Particulars | Description of asset for which this certificate relate | Exclusive Charge | Exclusive Charge | Part- Passu Charge | Part- Passu Charge | Part- Passu Charge | Assets not offered as Security | Elimination (amount in negative) | (Total C to H) | Market Value for Assets charged on Exclusive basis | Carrying /book value for exclusive charge assets where market value is not ascertainable (For Eg. Bank Balance, DSRAMarket value is not amicable) | Market Value for charge for Paripassu Assets ⁸ | Carrying value/book value for pari passu assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRAMarket value is not applicable) | Total Value=(K+L+M+N) |
| | | Debt for which this certificate being issued | Other Secured Debt | Debt for which this certificate being issued | Assets shared by part passu debt holder (includes debt for which this certificate is issued & other debt with part-passu charge) | Other assets on which there is part- Passu charge (excluding items covered in column F) | | debt amount considered more than once (due to exclusive plus pari passu charge) | | Market Value for Assets charged on Exclusive basis | Carrying /book value for exclusive charge assets where market value is not ascertainable (For Eg. Bank Balance, DSRAMarket value is not amicable) | Market Value for charge for Paripassu Assets ⁸ | Carrying value/book value for pari passu assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRAMarket value is not applicable) | Total Value=(K+L+M+N) |
| | | Book Value | Book Value | Yes/ No | Book Value | Book Value | | | (Total C to H) | Refer Note i | Relating to Column F | | | |
| ASSETS | | | | | | | | | | | | | | |
| Property, Plant and Equipment | Fixed Assets | - | 0.39 | - | - | - | 0.88 | - | 1.27 | | | | | |
| Capital Work-in-Progress | | - | - | | | | | | | | | | | |
| Rights of Assets | | - | - | | | | | | | | | | | |
| Goodwill | | - | - | | | | | | | | | | | |
| Intangible Assets under Development | | - | - | | | | | | | | | | | |
| Investments | | - | - | | | | 0.04 | | 0.04 | | | | | |
| Loans | Receivable Under financial activities | 28.12 | 15.71 | | | | 8.45 | | 52.28 | | | | | |
| Inventories | | | | | | | | | | | | | | |
| Trade Receivables | | | | | | | 0.00 | | 0.00 | | | | | |
| Cash and Cash Equivalents | | | | | | | 0.06 | | 0.06 | | | | | |
| Bank Balances other than Current Cash Equivalents | | | | | | | 3.8 | | 3.80 | | | | | |
| Others | | | | | | | 0.93 | | 0.93 | | | | | |
| Total | | 28.12 | 16.10 | | | | 14.1618 | | 58.38 | | | | | |



| Column A | Column B | Column C ⁱ | Column D ⁱⁱ | Column E ⁱⁱⁱ | Column F ^{iv} | Column G ^v | Column H ^{vi} | Column I ^{vii} | Column J | Column K | Column L | Column M | Column N | Column O |
|------------------------------------------------------|--------------------------------------------------------|----------------------------------------------|------------------------|----------------------------------------------|-------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------|--------------------------------|---------------------------------------------------------------------------------|----------------|----------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------|
| Particulars | | Exclusive Charge | Exclusive Charge | Part- Passu Charge | Part- Passu Charge | Part- Passu Charge | Assets not offered as Security | Elimination amount in negative) | (Total C to H) | Market Value for Assets charged on Exclusive basis | Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSR, Amarket value is not applicable) | Market Value for charge Assets ⁱⁱⁱ | Carrying value/book value for part passu assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSR, Amarket value is not applicable) | Total Value=(K+L+M+N) |
| | 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 part passu debt holder for which this certificate is issued & other debt with part-passu charge) | Other assets on which there is part- Passu charge (excluding items covered in column F) | | debt amount considered more than once (due to exclusive plus part passu charge) | | Market Value for Assets charged on Exclusive basis | Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSR, Amarket value is not applicable) | Market Value for charge Assets ⁱⁱⁱ | Carrying value/book value for part passu assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSR, Amarket value is not applicable) | Total Value=(K+L+M+N) |
| | | Book Value | Book Value | Yes/ No | Book Value | Book Value | | | | | | | Relating to Column F | |
| LIABILITIES | | | | | | | | | | | | | | |
| Debt securities to which this certificate pertains | | 25.56 | | | | | | | 25.56 | | | | | |
| Other debt sharing pari-passu charge with above debt | | | | | | | | | | | | | | |
| Other Debt | | | | | | | | | | | | | | |
| Subordinated debt | | | | | | | | | | | | | | |
| Borrowings | | | 8.71 | | | | | | 8.71 | | | | | |
| Bank | | | 7.29 | | | | 0 | | 7.29 | | | | | |
| Debt | | | | | | | | | | | | | | |
| Securities | | | | | | | | | | | | | | |
| Others | | | | | | | | | | | | | | |
| Trade payables | | | | | | | 0.11 | | 0.11 | | | | | |
| Lease | | | | | | | | | | | | | | |
| Liabilities | | | | | | | | | | | | | | |
| Provisions | | | | | | | 1.07 | | 1.07 | | | | | |
| Others | | | | | | | 0.59 | | 0.59 | | | | | |
| Total | | 25.56 | 16.00 | | | | 1.77 | | 43.33 | | | | | |
| Cover on Book Value | | 110.02% | 100.63% | | | | | | | | | | | |
| Cover on Market Value ^v | | | | | | | | | | | | | | |
| | | Exclusive Security Cover Ratio | 1.19% | | Part- Passu Security Cover Ratio | | | | | | | | | |

i. Attention is drawn to the fact that the management of Finstars Capital Limited ("the company") have not ascertained the market values for the assets (loans to customers) offered as security as on 31 March 2023. However, the management of the company has given a justification stating that the fair value/market value of the assets (i.e. loans to customers) offered as security as on 31 March 2023 as presented in Annexure 1 above to be considered as the carrying value of the assets as at 31 March 2023 since specific market value is not ascertainable."

ii. Liabilities does not Included Share Capital , Reserve & Surplus & Profit & Loss Balance.



b) ISIN wise Details

| Sr. No. | ISIN | Facility | Listed/Unlisted | Type of Charge | Sanctioned Amount | Outstanding Amount as on 31-03-2023(Rs. in crores) | Cover Required (in times) | Security Required (in crores) |
|---------|--------------|-------------------|-----------------|----------------|-------------------|----------------------------------------------------|---------------------------|-------------------------------|
| 1.00 | INE08XA07011 | Private Placement | Listed | Exclusive | 10.00 | 10.56 | 1.10 | 11.62 |
| 2.00 | INE08XA07029 | Private Placement | Listed | Exclusive | 15.00 | 15.00 | 1.10 | 16.50 |
| | Total | | | | 25.00 | 25.56 | | 28.12 |

