

To,
The Board of Directors
Finstars Capital Limited
(CIN : U65100GJ1989PLC112111)

Independent Auditor's certificate pursuant to Regulation 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

1. This certificate is issued in accordance with the request received from the management of **Finstars Capital Limited** (the "Company").
2. The accompanying statement of Security Cover as on December 31, 2023 ("the Statement") has been prepared by the Company's management in accordance with the requirements of regulations 54 read with Regulation 56 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 .

Management's Responsibility for the Statement

3. The preparation of the accompanying Statement from the reviewed financial result of the Company as at and for the period ended December 31, 2023 and other relevant records and documents is the responsibility of the Management of the Company, including the preparation and maintenance of all accounting and other relevant supporting records and documents. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of the Statement, and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.
4. The Management is also responsible for ensuring compliance with the requirements of the Regulation for the Purpose of furnishing this Statement and providing all relevant information to the Stock Exchange.

Auditors' Responsibility

5. Pursuant to the requirement of the Regulation, our responsibility is to provide a reasonable assurance as to whether the particulars contained in the aforesaid Statement are in agreement with the unaudited financial results of the Company and other relevant records and documents maintained by the Company as at end for the period ended December 31, 2023. This did not include the evaluation of adherence by the Company with all the applicable guidelines of the Regulation.



6. We conducted our examination of the Statement in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the Instituted of Chartered Accountants of India. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the institute of Chartered Accountants of India.
7. 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.

Option

8. Based on our examination, as above, and according to the information explanation and representations provided to us by the Management of the Company, we are of the opinion that the details given in Annexure -A are in line with unaudited financial results of the Company and other relevant records and documents maintained by the Company as at and for the period ended December 31, 2023.

Unique Document Identification Number (UDIN) for this document is
24112900BKADKY9510

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



Shriram Ramratan Laddha
Shriram Ramratan Laddha
Partner
Membership No: 112900

Place: Ahmedabad
Date: 12/02/2024



Date: 12/02/2024

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 quarter ended 31st December, 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 24112900BKADKX2555.

Thanking you

K P S J & ASSOCIATES LLP
Chartered Accountants

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

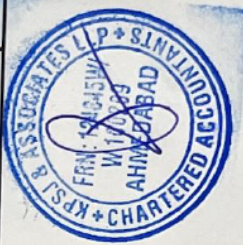


Encl. Annexure -1

Rs. in crores

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 (Total C to H)	Column K	Column L	Column M	Column N	Column O
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-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 Balances, DSRA market value is not amonifiable)	Carrying value/book value for pari passu assets where market value is not ascertainable or applicable (For Eg. Bank Balances, DSRA market 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 pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari-Passu charge (excluding items covered in column F)	Assets not offered as Security	debt amount considered more than once (due to exclusive plus pari passu charge)						Market Value for Pari passu Assets ^{viii}
		Book Value	Book Value	Yes/ No	Book Value	Book Value								
ASSETS														
Property, Plant and Equipment	Fixed Assets	-	0.22	-	-	-	1.05	-	1.27					
Capital Work-in-Progress		-	-	-	-	-	-	-	-					
Right of Use Assets		-	-	-	-	-	-	-	-					
Goodwill		-	-	-	-	-	-	-	-					
Intangible Assets under Development		-	-	-	-	-	-	-	-					
Investments		-	-	-	-	-	-	-	-					
Loans	Receivable Under financial activities	27.81	12.99	-	-	-	0.00	-	-					
Inventories							39.09		79.89					
Trade Receivables														
Cash and Cash Equivalents							0.00		0.00					
Bank Balances other than Cash and Cash Equivalents							0.06		0.06					
Others							0.16		0.16					
Total		27.81	13.21				41.371		82.39					

Refer Note i



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	
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, DSRA market value is not applicable)	Market Value for Part passu charge Assets ^{8a}	Carrying value/book value for pari passu assets where market value is not ascertainable or applicable (For Eg Bank Balance, DSRA market 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 debtwith 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 (For Eg Bank Balance, DSRA market value is not applicable)	Market Value for Part passu charge Assets ^{8a}	Carrying value/book value for pari passu assets where market value is not ascertainable or applicable (For Eg Bank Balance, DSRA market value is not applicable)	Total Value=(K+L+M+N)
		Book Value	Book Value	Yes/ No	Book Value	Book Value			(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, DSRA market value is not applicable)	Market Value for Part passu charge Assets ^{8a}	Carrying value/book value for pari passu assets where market value is not ascertainable or applicable (For Eg Bank Balance, DSRA market value is not applicable)	Total Value=(K+L+M+N)
LIABILITIES														
Debt securities to which this certificate pertains		25.26							25.26					
Other debt sharing pari-passu charge with above debt														
Other Debt														
Subordinated debt														
Borrowings			4.45				24.6		29.05					
Bank			6.68				0		6.68					
Debt Securities														
Others							0.13		0.13					
Trade payables														
Lease							0							
Liabilities							1.47		1.47					
Provisions							2.04		2.04					
Others							28.24		64.63					
Total		25.26	11.13											
Cover on Book Value		110.10%	118.69%											
Cover on Market Value ⁸														
		Exclusive Security Cover Ratio												
			1.10%											

i. Attention is drawn to the fact that the management of Fusiars Capital Limited ("the company") have not ascertained the market values for the assets (loans to customers) offered as security as on 31st Dec 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 30 Sep 2023 as presented in Annexure 1 above to be considered as the carrying value of the assets as at 31 December 2023 since specific market value is not ascertainable."

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



ISIN wise Details

M/s Finstars Capital Limited for the quarter ended 31st December, 2023

Sr. No.	ISIN	Facility	Listed/Unlisted	Type of Charge	Sanctioned Amount	Outstanding Amount as on 31-12-2023(Rs. in crores)	Cover Required (in times)	Security Required (in crores)
1.00	INE08XA07011	Private Placement	Listed	Exclusive	10.00	10.26	1.10	11.29
2.00	INE08XA07029	Private Placement	Listed	Exclusive	15.00	15.00	1.10	16.50
	Total				25.00	25.26		27.79

