

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

Independent Auditor's certificate pursuant to Regulation 54 read with Regulation 56 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 March 31, 2024 ("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 audited financial result of the Company as at the quarter and year ended March 31, 2024 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's 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 audited financial results of the Company and other relevant records and documents maintained by the Company as at and for the year ended March 31, 2024. 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.

Opinion

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 quarter and year ended March 31, 2024.

Unique Document Identification Number (UDIN) for this document is
24101886BKAVRH4232

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


Kedar Ram Laddha
Partner
Membership No: 101886



Place: Ahmedabad
Date: 27/05/2024

Annexure I:
M/s Finstars Capital Limited for the quarter ended 31st March, 2024
a) Revised Format for Security Cover Certificate

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 (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 Balance, DSR/Market value is not applicable)	Market Value for Pari passu charge Assets ⁸	Carrying value/book value for pari passu assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSR/Market value is not applicable)	Total Value=(K+L+M+N)
		Book Value	Book Value	Yes/ No	Book Value	Book Value	Book Value	Book Value						
ASSETS														
Property, Plant and Equipment	Fixed Assets	0.26					0.87		1.13					
Capital Work-in-Progress														
Right of Use Assets														
Goodwill														
Intangible Assets														
Intangible Assets under Development														
Investments														
Loans	Receivable Under financial activities	28.27	17.13				0.00		101.99					
Inventories							56.59							
Trade Receivables														
Cash and Cash Equivalents							0.02		0.02					
Bank Balance other than Cash and Cash Equivalents							0.15		0.15					
Others							0.17		0.17					
Total		28.27	17.39				1.57		105.03					

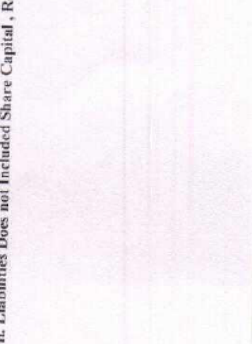
Refer Note 1



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 Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets ⁱⁱ	Carrying value/book value for pari passu charge 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	Book Value	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 or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets ⁱⁱ	Carrying value/book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	
LIABILITIES														
Debt securities to which this certificate pertains														
Other debt sharing with above debt														
Other Debt														
Subordinated debt														
Borrowings														
Bank			8.19											
Debt			6.30											
Securities							43.09		25.70					
Others							0							
Trade payables														
Lease Liabilities														
Provisions							0.08							
Others														
Total														
Cover on Book Value			14.49				1.26		1.26					
Cover on Market Value ^h			120.01%				2.35		2.35					
							46.78		86.97					

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 31st March 2024. 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 31st March 2024 as presented in Annexure 1 above to be considered as the carrying value of the assets as at 31. March 2024 since specific market value is not ascertainable.

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



M/s Finstars Capital Limited for the quarter ended 31st March, 2024

b) ISIN wise Details

Sr. No.	ISIN	Facility	Listed/Unlisted	Type of Charge	Sanctioned Amount	Outstanding Amount as on 31-03-2024(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	15.14	1.10	16.65
	Total				25.00	25.70		28.27

