

Limited Review Report on Unaudited Financial Result of IFCI Venture Capital Funds Limited for the quarter and Nine month ended on December 31, 2023, under Regulation 33 and Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

**The Board of Directors of
IFCI Venture Capital Funds Limited**

INTRODUCTION

1. We have reviewed the accompanying statement of unaudited financial results of **IFCI Venture Capital Funds Limited** for the quarter ended December 31, 2023 (“the statement”) attached herewith, being submitted by the company pursuant to the requirements of regulation 33 and regulation 52 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015, as amended (“Listing regulation”).

2. The Statement is the responsibility of the Company’s Management and has been approved by the Board of Directors, 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 and other accounting principles generally accepted in India and in compliance with regulation 33 and Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. Our responsibility is to express a conclusion on the statement based on our review.

SCOPE OF REVIEW

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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

CONCLUSION

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 applicable Indian Accounting Standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33



issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning, and other related matters.

Emphasis of Matter

We would like to draw the attention to Note No. 13. IFCI Venture Capital Funds Ltd (IFCI Venture) has recently reached a one-time settlement agreement with Daaj Hotels and Resorts Pvt Ltd (DHRPL) for a total amount of INR 2,900 Lakhs on October 30, 2023. As of December 31, 2023, IFCI Venture has recovered INR 1,850 Lakhs from DHRPL, exceeding the value of the asset. There is a high probability that IFCI Venture will recover the remaining agreed amount by March 31, 2024. IFCI Venture has not recognizing the profit exceeding the investment and instead presented the recovered sum of INR 1,850 Lakhs as Other Payables in the balance sheet. Once the settlement amount is completely received, account the gain on investment accordingly. Our opinion is not modified in this matter.

For M D Gujrati & Co.
Chartered Accountant
FRN: 005301N


G L Agrawal

Partner

Membership No. 087454



UDIN: 24087454BKALRV4435

Place: New Delhi

Date: February 6, 2024

IFCI VENTURE CAPITAL FUNDS LIMITED
UNAUDITED FINANCIAL RESULTS FOR THE NINE MONTHS ENDED 31ST DECEMBER, 2023

Statement of Profit and Loss

(Rs. in Lakh)

Particulars	Quarter ended			Nine Months ended		Year ended
	3 months ended 31.12.2023	Preceding 3 months ended 30.09.2023	Corresponding 3 months ended 31.12.2022	31.12.2023	31.12.2022	31.03.2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Income						
Revenue from operations						
Interest Income	102.46	80.04	57.47	251.09	195.40	259.11
Dividend Income	0.15	-	1.10	0.15	1.10	1.10
Fees and commission Income	351.48	343.08	321.08	1,033.91	921.55	1,266.74
Net gain on fair value changes	7.27	(4.52)	7.08	59.41	7.08	-
Other revenue from operations						
Total other revenue from operations						
Total Revenue From Operations	461.35	418.60	386.73	1,344.56	1,125.13	1,526.95
Other Income	15.06	22.31	11.74	46.61	88.87	1,406.40
Total Income	476.41	440.91	398.47	1,391.18	1,214.01	2,933.34
Expenses						
Employee benefit expense	172.65	152.48	157.29	473.86	400.33	547.80
Finance costs	5.72	5.72	20.51	17.09	86.93	98.93
Depreciation, depletion and amortisation expense	1.48	1.48	2.90	3.12	7.94	10.76
Fees and commission expense	-	-	-	-	-	-
Net loss on fair value changes	-	-	(4.46)	-	-	284.21
Impairment on financial instruments	141.59	1.27	-	208.17	65.91	-
Other expenses						
Rent, Taxes and energy costs	44.58	44.75	44.69	134.02	135.21	179.92
Repairs and Maintenance	9.15	12.28	13.79	31.53	34.61	42.77
CSR expenses	-	-	-	-	16.05	16.05
Advertisement, printing, postage & telephone	2.55	1.18	2.07	5.18	5.86	7.70
Travelling & conveyance	1.96	0.67	0.72	3.12	1.68	3.26
Director's fees, allowances and expenses	2.94	3.99	3.60	10.49	10.75	13.68
Auditor's fees and expenses	1.85	1.81	1.78	4.06	4.16	7.17
Legal and Professional charges	19.00	9.32	3.41	37.74	27.77	41.54
Bad Debts Written Off	-	-	-	-	-	1,185.89
Other expenditures including insurance	3.30	1.06	2.18	5.65	4.16	5.76
Total other expenses	85.32	75.06	72.25	231.79	240.25	1,503.73
Total expenses	406.76	236.01	248.50	934.04	801.37	2,445.43
Total profit before exceptional items and tax	69.65	204.91	149.97	457.14	412.63	487.92
Exceptional items	-	-	-	-	-	-
Total profit before tax	69.65	204.91	149.97	457.14	412.63	487.92
Tax expense	-	-	-	-	-	-
Current tax	-	-	-	-	-	-
Earlier Year	-	-	-	-	-	-
MAT Credit entitlement	-	-	-	-	-	-
Deferred tax	(43.97)	(13.91)	(57.13)	(71.64)	(34.02)	(53.93)
Net Profit Loss for the period from continuing operations	113.62	218.81	207.10	528.78	446.65	541.85
Total profit (loss) for period	113.62	218.81	207.10	528.78	446.65	541.85
Other comprehensive income net of taxes						
Items that will not be reclassified to profit or loss						
-Actuarial gain/(loss) on Defined benefit obligation	4.39	14.53	(6.21)	17.25	4.44	9.65
Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
-Tax on Actuarial gain/(loss) on Defined benefit obligation	1.22	4.04	(1.73)	4.80	1.24	2.69
Total Comprehensive Income for the period	116.79	229.30	202.62	541.24	449.86	548.81
Details of equity share capital						
Paid-up equity share capital	6,037.10	6,037.10	6,037.10	6,037.10	6,037.10	6,037.10
Face value of equity share capital	10.00	10.00	10.00	10.00	10.00	10.00
Reserves excluding revaluation reserve						
Earnings per equity share						
Basic earnings per share	0.19	0.38	0.34	0.90	0.75	0.91
Diluted earnings per share	0.19	0.38	0.34	0.90	0.75	0.91
Debt equity ratio	0.01	0.01	0.04	0.01	0.04	0.01
Disclosure of notes on financial results						

For M D Gujrati & Co.
Chartered Accountants
FRN: 005301N

G L Agrawal
Partner
M. No. 087454



Place : New Delhi
Date: 6th Feb, 24.

V. Anish Babu

Managing Director
(DIN: 02830575)

IFCI VENTURE CAPITAL FUNDS LIMITED			
Statement of Assets & Liabilities			
Particulars	(Rs. in Lakh)		
	As at 31st December, 2023	As at 31st December, 2022	As at 31st March, 2023
	(Unaudited)	(Unaudited)	(Audited)
Financial Assets			
Cash and Cash Equivalents	6.72	349.41	461.19
Bank Balances other than (a) above	3,987.25	466.81	428.61
Derivative financial instruments			
Receivables			
(I) Trade Receivables	0.00	-	18.36
(II) Other Receivables	19.39	26.54	25.28
Loans	7,163.50	7,859.95	7,641.07
Investments	2,966.02	3,147.09	2,887.79
Other Financial Assets	36.72	22.12	18.09
Total	14,179.60	11,871.82	11,480.39
Non Financial Assets			
Current tax assets (Net)	635.29	706.97	744.86
Deferred tax assets (Net)	4,981.49	4,896.18	4,914.64
Property, plant and equipment	10.40	14.60	12.12
Intangible assets	0.00	0.00	0.00
Other non-financial assets (to be specified)	3.61	2.31	3.61
Total	5,630.78	5,620.05	5,675.24
Assets classified as held for sale	750.00	750.00	750.00
Total Assets	20,560.38	18,241.87	17,905.62
LIABILITIES AND EQUITY			
Liabilities and equity			
Liabilities			
Financial Liabilities			
Payables			
(1) Trade Payables			
(i) total outstanding dues of micro enterprises and small enterprises			
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises			
(2) Other Payables			
(i) total outstanding dues of micro enterprises and small enterprises			
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	2,250.70	72.09	155.25
Debt Securities	215.16	737.47	220.75
Borrowings (Other than Debt securities)			
Other financial liabilities			
Total	2,465.86	809.56	376.00
Non Financial Liabilities			
Current Tax Liabilities (Net)			
Provisions			
Deferred tax liabilities (Net)	320.83	298.28	298.06
Other non-financial Liabilities			
Total	9.43	9.95	8.54
Total Liabilities	330.26	308.23	306.60
Equity	2,796.12	1,117.79	682.59
Equity share capital			
Equity share capital	6,037.10	6,037.10	6,037.10
Other equity	11,727.16	11,086.97	11,185.93
Total equity	17,764.26	17,124.07	17,223.03
Total liabilities and equity	20,560.38	18,241.87	17,905.62

For M D Gujrati & Co.
Chartered Accountants
FRN: 00530IN

(Signature)
G L Agrawal
Partner
M. No. 087454



Place: New Delhi
Date: 6th Feb, 24.

(Signature)

V. Anish Babu
Managing Director
(DIN: 02830575)

IFCI VENTURE CAPITAL FUNDS LIMITED
Segment Reporting
For the Nine Months ended 31st December, 2023

1 Segment Revenue (Income)		01-04-2023	01-04-2022
(net sale/income from each segment should be disclosed)		31-12-2023	31-03-2023
1	Financing Activity	356.79	1,666.13
2	Fund Management	1,034.39	1,267.22
Total Segment Revenue		1,391.18	2,933.35
Less: Inter segment revenue		-	-
Revenue from operations		1,391.18	2,933.35

2 Segment Result		01-04-2023	01-04-2022
Profit (+) / Loss (-) before tax and interest from each segment		31-12-2023	31-03-2023
1	Financing Activity	15.95	(40.95)
2	Fund Management	441.19	528.88
Total Profit before tax		457.14	487.92
i. Finance cost:		-	-
ii. Other Unallocable Expenditure net off Unallocable Income		-	-
Profit before tax		457.14	487.92

3 (Segment Asset - Segment Liabilities)		31-12-2023
Segment Asset		
1	Financing Activity	15,568.50
2	Fund Management	-
Total Segment Asset		15,568.50
Un-allocable Assets		4,991.88
Net Segment Asset		20,560.38
Segment Liabilities		
1	Financing Activity	20,550.95
2	Fund Management	-
Total Segment Liabilities		20,550.95
Un-allocable Liabilities		9.43
Net Segment Liabilities		20,560.38

Notes:

- The above unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 6 February, 2024
- Pursuant to Regulation 54(2&3) of SEBI (LODR) 2015, the Secured Redeemable Non-convertible Bonds of the Company aggregating to Rs.2.10 crore as at December 31, 2023 are secured by way of pari pasu charge on Book debts, with a cover more than 1 times as required.
- Additional disclosure as per Reg 52(4) of SEBI (LODR) Reg. 2015 are as under :-

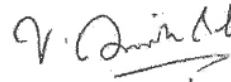
Ratios	As at 31st December, 2023	As at 31st December, 2022
Debt Equity Ratio(Times)	0.01	0.04
Capital redemption Reserve / DRR	N/A	N/A
Debt Service Coverage Ratio	N/A	N/A
Interest Service Coverage Ratio	N/A	N/A
Net Worth (Rs. in Lakh)	17,764.26	17,124.07
Net Profit After Tax	528.78	446.65
Earnings Per Share (EPS)	0.90	0.75
Current ratio	1.78	1.13
Long term debt to working capital;	N/A	N/A
Bad debts to Account receivable ratio	N/A	N/A
Current liability ratio;	0.91	0.09
Total debts to total assets;	0.12	0.04
Debtors turnover;	N/A	N/A
Inventory turnover;	N/A	N/A
Operating margin (%);	N/A	N/A
Net profit margin (%);	38.90%	37.06%
Sector specific equivalent ratios,		
Capital Adequacy Ratio	114.25%	100.10%
NPA Ratios		
a) Gross NPA/Net NPA(Times)	2.61	2.61
b) % of Gross NPA/Net NPA	260.78%	261.39%
c) Return on Assets (PBT/Total Assets)	0.02	0.02

Debt Equity Ratio is calculated as Total Debt/ Total Equity, where Equity comprises of Equity shares and Reserves; Debt comprises of Bonds of the Company.

For M D Gujrati & Co.
Chartered Accountants
FRN: 005301N


G L Agrawal
Partner
M. No. 087454





V. Anish Babu
Managing Director
(DIN: 02830575)

Place : New Delhi

Date: 6th Feb, 24.

Date: 06th February 2024

To,
IFCI Venture Capital Funds Limited
IFCI Tower, Nehru Place,
New Delhi- 110019

REF: SEBI/HO/MIRSD/MIRSD_CRADT/CIR/P/2022/67 dated May 19, 2022

Sub: Asset Cover Certificate for the quarter ended December 31, 2023

Based on examination of books of accounts and other relevant records/documents, we hereby certify that:

a) The listed entity has vide its Board Resolution and information memorandum/ offer document and under various Debenture Trust Deeds, has issued the following listed secured debt securities:

ISIN	Private Placement/ Public Issue	Secured/ Unsecured	Sanctioned Amount
INE727M9083	Private Placement	Secured	20 Cr. (Outstanding 2.15Cr)

b) Asset Cover for listed secured debt securities:

i) The financial information as on 31-12-23 has been extracted from the books of accounts and other relevant records of the listed entity.

ii) Pursuant to SEBI Circular No. SEBI/HO/MIRSD/MIRSD_CRADT/CIR/P/2022/67 dated May 19, 2022, the disclosure with respect to Security Cover as per the revised format for the quarter ended December 31, 2023 is enclosed as **Annexure- I**

c) Compliance of Financial Covenant in respect of listed secured debt securities of the listed entity

We have examined the compliances made by the listed entity in respect of the financial covenants, Payment of Principal and Interest, if any as per terms of the issue of the listed secured debt securities (NCD's) and certify that such covenants/terms of the issue have been complied by the listed entity.

For M D Gujrati & Co.

Chartered Accountants

FRN: 005301N


G L Agrawal

Partner

Membership No. 087454

Place: New Delhi

Date: 6th February, 2024

UDIN: 24087454BKALRW1040



