



Limited Review Report on unaudited financial result of IFCI Venture Capital Funds Limited for the quarter and half year ended September 30, 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 and half year ended September 30, 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 and 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.

Emphasis of Matter

We draw attention to Note No. 20, regarding change in accounting policy towards de-recognition of income on Stage-3 assets effective from 1st April 2021. 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: 23087454BGVXMA4461

Place: New Delhi

Date: 06-11-2023

IFCI VENTURE CAPITAL FUNDS LIMITED
UNAUDITED FINANCIAL RESULTS FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2023

Statement of Profit and Loss

(Rs. in Lakh)

Particulars	Quarter ended			Half Year ended		Year ended
	3 months ended 30.09.2023	Preceding 3 months ended 30.06.2023	Corresponding 3 months ended 30.09.2022	30.09.2023	30.09.2022	31.03.2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Income						
Revenue from operations						
Interest Income	80.04	68.59	68.07	148.64	137.93	259.11
Dividend Income	-	-	-	-	-	1.10
Fees and commission Income	343.08	339.35	320.26	682.43	600.48	1,266.74
Net gain on fair value changes	(4.52)	56.66	-	52.14	-	-
Other revenue from operations						
Total other revenue from operations						
Total Revenue From Operations	418.60	464.60	388.33	883.21	738.40	1,526.95
Other Income	22.31	9.25	76.89	31.56	77.14	1,406.40
Total Income	440.91	473.85	465.22	914.76	815.54	2,933.34
Expenses						
Employee benefit expense	152.48	148.72	131.17	301.20	243.04	547.80
Finance costs	5.72	5.65	33.39	11.37	66.43	98.93
Depreciation, depletion and amortisation expense	1.48	0.16	2.62	1.65	5.04	10.76
Fees and commission expense	-	-	-	-	-	-
Net loss on fair value changes	-	-	(27.13)	-	4.46	284.21
Impairment on financial instruments	1.27	65.32	(1.68)	66.59	65.91	-
Other expenses						
Rent, Taxes and energy costs	44.75	44.69	44.84	89.44	90.52	179.92
Repairs and Maintenance	12.28	10.10	13.08	22.38	20.82	42.77
CSR expenses	-	-	16.05	-	16.05	16.05
Advertisement, printing, postage & telephone	1.18	1.45	1.97	2.63	3.79	7.70
Travelling & conveyance	0.67	0.49	0.34	1.17	0.96	3.26
Director's fees, allowances and expenses	3.99	3.55	3.32	7.55	7.14	13.68
Auditor's fees and expenses	1.81	0.41	(1.57)	2.21	2.38	7.17
Legal and Professional charges	9.32	9.43	12.02	18.75	24.36	41.54
Bad Debts Written Off	-	-	-	-	-	1,185.89
Other expenditures including insurance	1.06	1.29	1.00	2.35	1.98	5.76
Total other expenses	75.06	71.41	91.06	146.47	168.00	1,503.73
Total expenses	236.01	291.27	229.43	527.28	552.88	2,445.43
Total profit before exceptional items and tax	204.91	182.58	235.79	387.49	262.67	487.92
Exceptional Items	-	-	-	-	-	-
Total profit before tax	204.91	182.58	235.79	387.49	262.67	487.92
Tax expense						
Current tax	-	-	-	-	-	-
Earlier Year	-	-	-	-	-	-
MAT Credit entitlement	-	-	-	-	-	-
Deferred tax	(13.91)	(13.77)	34.82	(27.68)	23.11	(53.93)
Net Profit Loss for the period from continuing operations	218.81	196.35	200.97	415.17	239.56	541.85
Total profit (loss) for period	218.81	196.35	200.97	415.17	239.56	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	14.53	(1.67)	(0.94)	12.86	10.65	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	4.04	(0.46)	(0.26)	3.58	2.96	2.69
Total Comprehensive Income for the period	229.30	195.15	200.29	424.45	247.24	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	0.38	0.32	0.33	0.70	0.41	0.91
Diluted earnings per share	0.38	0.32	0.33	0.70	0.41	0.91
Debt equity ratio	0.00	0.01	(0.00)	0.01	0.08	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: 06-11-2023



V. Anish Babu

V. Anish Babu
Managing Director
(DIN: 02830575)

IFCI VENTURE CAPITAL FUNDS LIMITED			
Statement of Assets & Liabilities			
Particulars	As at 30th September, 2023	As at 30th September, 2022	As at 31st March, 2023
	(Unaudited)	(Unaudited)	(Audited)
(Rs. in Lakh)			
Financial Assets			
Cash and Cash Equivalents	13.54	898.82	461.19
Bank Balances other than (a) above	2,099.26	370.57	428.61
Derivative financial instruments			
Receivables			
(I) Trade Receivables	0.00	-	18.36
(II) Other Receivables	36.91	12.33	25.28
Loans	7,305.09	7,859.95	7,641.07
Investments	2,869.55	3,139.99	2,887.79
Other Financial Assets	24.42	12.00	18.09
Total	12,348.76	12,293.66	11,480.39
Non Financial Assets			
Current tax assets (Net)	733.11	672.68	744.86
Deferred tax assets (Net)	4,938.74	4,837.32	4,914.64
Property, plant and equipment	11.87	16.72	12.12
Intangible assets	0.00	0.00	0.00
Other non-financial assets (to be specified)	3.61	7.79	3.61
Total	5,687.33	5,534.51	5,675.24
Assets classified as held for sale	750.00	750.00	750.00
Total Assets	18,786.10	18,578.17	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			
Debt Securities	232.12	1,340.83	220.75
Borrowings (Other than Debt securities)			
Other financial liabilities			
Total	702.15	1,367.66	259.39
Non Financial Liabilities			
Current Tax Liabilities (Net)			
Provisions	309.68	274.67	298.06
Deferred tax liabilities (Net)			
Other non-financial Liabilities	126.79	14.38	125.14
Total	436.47	289.04	423.20
Total Liabilities	1,138.62	1,656.71	682.59
Equity			
Equity share capital	6,037.10	6,037.10	6,037.10
Other equity	11,610.38	10,884.36	11,185.93
Total equity	17,647.48	16,921.46	17,223.03
Total liabilities and equity	18,786.10	18,578.17	17,905.62

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

G L Agrawal
Partner
M. No. 087454

Place : New Delhi

Date: 06-11-2023



V. Anish Babu
Managing Director
(DIN: 02830575)

IFCI VENTURE CAPITAL FUNDS LIMITED			
CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 30th SEPTEMBER 2023			
(₹ in lakh)			
Particulars	Half Year ended 30th September, 2023	Half Year ended 30th September, 2022	Year ended 31st March, 2023
	(Unaudited)	(Unaudited)	(Audited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Net profit / (loss) before tax and extraordinary items	387.49	262.67	487.92
Adjustments for:			
Remeasurement of the net defined benefit plans	12.86	10.65	9.65
Provision no longer Required	-	(76.60)	(76.60)
Provision for employee benefits (net)	11.62	(7.27)	16.12
Interest Accrued on FDR not Received	(19.75)		(14.21)
Impairment on financial instruments	66.59	65.91	(1,310.06)
Depreciation and amortisation expenses	1.65	5.04	10.76
Net (gain) / loss on fair value changes	-	(5.34)	(301.70)
Movements in working capital:			
(Increase)/Decrease in trade receivables	6.73	22.84	(8.47)
Increase/(Decrease) in trade payable	431.38	1.59	13.40
(Increase)/decrease in other financial assets & other assets	(6.33)	(9.47)	(11.38)
Increase/ (Decrease) in financial liabilities & other liabilities	1.65	(1.92)	108.84
Increase/(Decrease) in Debt Securities	11.37	35.63	(1,084.45)
Increase/(Decrease) in Borrowings(other than Debt Securities)	-	-	-
Long Term Loans Given (Net)	269.40	580.16	2,175.00
Change in Investments (Net)	18.23	2.06	550.62
Cash generated from operations	1,192.89	885.93	565.44
Income taxes paid (net of refunds)	11.75	(66.36)	(138.54)
Net cash generated by operating activities (A)	1,204.65	819.57	426.90
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for property, plant and equipment, intangible assets	(1.39)	(4.21)	(5.34)
Increase in receivable under service concession arrangements (net)	-	-	-
(Increase)/Decrease in FDR	(1,650.90)	72.01	28.19
Net cash used in investing activities (B)	(1,652.29)	67.81	22.85
CASH FLOWS FROM FINANCING ACTIVITIES			
Interim Dividend-Equity	-	-	-
Dividend Distribution Tax	-	-	-
Net cash generated in financing activities (C)	-	-	-
Net increase/ (decrease) in cash and cash equivalents (A+B+C)	(447.65)	887.37	449.75
Cash and cash equivalents at the beginning of the year	461.19	11.44	11.44
Cash and cash equivalents at the end of period	13.54	898.82	461.19

Particulars	Half Year ended 30th September, 2023	Half Year ended 30th September, 2022	Year ended 31st March, 2023
Components of Cash and Cash Equivalents			
Cash on hand	0.26	0.20	0.13
Balances with Banks in current accounts	13.28	6.58	8.79
Balances with Banks in deposit accounts	-	892.04	452.27
Cash and Cash Equivalents	13.54	898.82	461.19
Less – Secured Demand loans from banks (Cash credit)	-	-	-
Less – Bank overdraft	-	-	-
Cash and cash equivalents for statement of cash flows	13.54	898.82	461.19

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

G L Aggrawal
Partner
M. No. 087454

Place : New Delhi
Date: 06-11-2023



V. Anish Babu

V. Anish Babu
Managing Director
(DIN: 02830575)

IFCI VENTURE CAPITAL FUNDS LIMITED
Segment Reporting
For the Half Year ended 30th September, 2023

1	Segment Revenue (Income)	01-04-2023	01-04-2022
	(net sale/income from each segment should be disclosed)	30-09-2023	31-03-2023
1	Financing Activity	232.03	1,666.13
2	Fund Management	682.73	1,267.22
	Total Segment Revenue	914.76	2,933.35
	Less: Inter segment revenue	-	-
	Revenue from operations	914.76	2,933.35

2	Segment Result	01-04-2023	01-04-2022
	Profit (+) / Loss (-) before tax and interest from each segment	30-09-2023	31-03-2023
1	Financing Activity	88.02	(40.95)
2	Fund Management	299.47	528.88
	Total Profit before tax	387.49	487.92
	i. Finance cost	-	-
	ii. Other Unallocable Expenditure net off Unallocable income	-	-
	Profit before tax	387.49	487.92

3	(Segment Asset - Segment Liabilities)	30-09-2023
	Segment Asset	
1	Financing Activity	13,835.48
2	Fund Management	-
	Total Segment Asset	13,835.48
	Un-allocable Assets	4,950.61
	Net Segment Asset	18,786.10

4	Segment Liabilities	30-09-2023
	Segment Liabilities	
1	Financing Activity	18,659.31
2	Fund Management	-
	Total Segment Liabilities	18,659.31
	Un-allocable Liabilities	126.79
	Net Segment Liabilities	18,786.10

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 November, 2023
- 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 March 31, 2023 are secured by way of pari pasu charge on Book debts, with a cover more than 1 times as required (Refer annexure).
- Additional disclosure as per Reg 52(4) of SEBI (LODR) Reg. 2015 are as under :-

Ratios	As at 30th September, 2023	As at 30th September, 2022
Debt Equity Ratio(Times)	0.01	0.08
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)	17,647.48	16,921.46
Net Profit After Tax	415.17	239.56
Earnings Per Share (EPS)	0.70	0.41
Current ratio	4.57	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;	0.67	0.02
Total debts to total assets;	0.04	0.07
Debtors turnover;	N/A	N/A
Inventory turnover;	N/A	N/A
Operating margin (%);	N/A	N/A
Net profit margin (%);	46.40%	30.32%
Sector specific equivalent ratios,		
Capital Adequacy Ratio	110.91%	90.29%
NPA Ratios		
a) Gross NPA/Net NPA(Times)	2.56	2.61
b) % of Gross NPA/Net NPA	255.73%	261.39%
c) Return on Assets (PBT/Total Assets)	0.02	0.01

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



Place : New Delhi
Date: 06-11-2023



V. Anish Babu
Managing Director
(DIN: 02830575)



Date: 06th November 2023

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 September 30, 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 2.32Cr)

b) Asset Cover for listed secured debt securities:

i. The financial information as on 30-09-23 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 September 30, 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: 06-11-2023

UDIN: 23087454B6VXMB6464



Offices :

H.O. : Krishnashrya J-8,(GF) Green Park Extn., New Delhi - 110 016

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Annexure I - Format of Security Cover

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	Description of asset for which this certificate relate	Exclusi ve Charge	Exclusive Charge	Pari- Passu Charge	Pari- Passu Charge	Pari- Passu Charge	Assets not offered as Security	Eliminat ion (amount in negative)	(Total C to H)	Related to only those items covered by this certificate					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)	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, market value is not applicable)	Market Value for Pari passu charge Assets ⁱⁱ	Carrying value/book value for pari passu assets where market value is not ascertainable or applicable (For Eg. Bank Balance, market value is not applicable)	Relating to Column F			
		Book Value	Book Value	Yes/ No	Book Value	Book Value									
ASSETS															
	Property, Plant and Equipment						11.87		11.87						
	Capital Work-in-Progress							0	0						
	Right of Use Assets							0	0						
	Goodwill							0	0						
	Intangible Assets							0	0						
	Intangible Assets under Development							0	0						
	Investments						2869.55		2869.55						
	Loans			Yes	7305.09				7305.09				7305.09	7305.09	
	Inventories								0						
	Trade Receivables								0						
	Cash and Cash Equivalents						13.54		13.54						
	Bank Balances other than Cash and Cash Equivalents						2099.26		2099.26						
	Others						6486.79		6486.79						
	Total	0	0	0	7305.09	0	11481.01		18786.1						
LIABILITIES															
	Debt securities to which this certificate pertains			Yes	232.12				232.12				232.12	232.12	
	Other debt sharing pari-passu charge with above debt								0						
	Other Debt								0						
	Subordinated debt	not to be filled							0						
	Borrowings								0						
	Bank								0						
	Debt Securities								0						
	Others								0						
	Trade payables								0						
	Lease								0						
	Liabilities								0						
	Provisions						309.68		309.68						
	Others						18244.3		18244.3						
	Total	0	0	0	232.12	0	18553.98	0	18786.1	0	0	0	232.12	232.12	
	Cover on Book Value				31.47										
	Cover on Market Value ⁱⁱⁱ														
			Exclusive Security Cover Ratio		Pari-Passu Security Cover Ratio										

ⁱ This column shall include book value of assets having exclusive charge and outstanding book value of debt for which this certificate is issued.
ⁱⁱ This column shall include book value of assets having exclusive charge and outstanding book value of all corresponding debt other than column C.
ⁱⁱⁱ This column shall include debt for which this certificate is issued having any pari passu charge - Mention Yes, else No.
^{iv} This column shall include a) book value of assets having pari-passu charge b) outstanding book value of debt for which this certificate is issued and c). other debt sharing pari- passu charge along with debt for which certificate is issued.
^v This column shall include book value of all other assets having pari passu charge and outstanding book value of corresponding debt.
^{vi} This column shall include all those assets which are not charged and shall include all unsecured borrowings including subordinated debt and shall include only those assets which are paid-for.
^{vii} In order to match the liability amount with financials, it is necessary to eliminate the debt which has been counted more than once (included under exclusive charge column as also under pari passu). On the assets side, there shall not be elimination as there is no overlap.
^{viii} Assets which are considered at Market Value like Land, Building, Residential/ Commercial Real Estate to be stated at Market Value. Other assets having charge to be stated at book value/Carrying Value.
^{ix} The market value shall be calculated as per the total value of assets mentioned in Column O.

For M D Gujrati & Co.
 Chartered Accountants
 FRN: 005301N
 CA. Agniwal
 Partner
 Membership No. 087454
 UDN: 23087454 B6V XM B6464
 Place: New Delhi
 Date: 06-11-2023

